

(A free translation of the original in Portuguese)

***Sistema de
Cooperativas de Crédito
do Brasil - Sicoob***
*Combined financial statements at
June 30, 2020
and independent auditor's report*



(A free translation of the original in Portuguese)

Independent auditor's report

To the Board of Directors and Cooperative Members
Sistema de Cooperativas de Crédito do Brasil - Sicoob

Opinion

We have audited the accompanying combined financial statements of Sistema de Cooperativas de Crédito do Brasil - Sicoob ("Sistema Sicoob" or "Institution"), consisting of the entities listed in Note 2.6, comprising the Institution's combined balance sheet as at June 30, 2020 and the combined statements of income, comprehensive income, changes in equity and cash flows for the six-month period then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the combined financial position of Sistema de Cooperativas de Crédito do Brasil - Sicoob as at June 30, 2020, and its combined financial performance and cash flows for the six-month period then ended, in accordance with the guidelines for the preparation of combined financial statements established by Resolution 4,151 of the National Monetary Council (CMN), dated October 30, 2012, and the additional regulations issued by the Brazilian Central Bank (BACEN), as described in Notes 2 and 3.

Basis for opinion

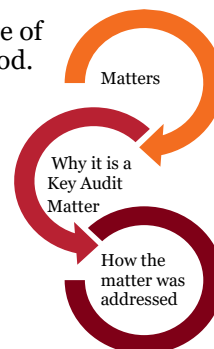
We conducted our audit in accordance with Brazilian and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the combined financial statements section of our report. We are independent of the Institution in accordance with the ethical requirements established in the Code of Professional Ethics and Professional Standards issued by the Brazilian Federal Accounting Council, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of matter - Basis of preparation of the combined financial statements

We draw attention to Note 2 to the combined financial statements, which describes that the Institution's combined financial statements were prepared by management in order to meet the requirements of CMN Resolution 4,151/2012 as well as BACEN's additional regulations. Consequently, our report on these combined financial statements was prepared, exclusively, to meet these specific requirements and, therefore, may not be suitable for other purposes. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the combined financial statements as a whole, and in forming our opinion thereon. We do not provide a separate opinion on these matters.





Why it is a key audit matter	How the matter was addressed in the audit
<p data-bbox="258 448 845 526">Provision for impairment of receivables (Notes 3.8, 6.3.2 and 22.1)</p> <p data-bbox="258 537 845 616">The provision for impairment of receivables involves judgment by management.</p> <p data-bbox="258 627 845 806">The provision for impairment of receivables is recorded in accordance with the regulatory requirements of the National Monetary Council (CMN) and the Brazilian Central Bank (BACEN), especially CMN Resolution 2,682, and is based on the analyses of outstanding receivables.</p> <p data-bbox="258 817 845 918">In addition, management has monitored the Covid-19 impacts that could affect the operations and results.</p> <p data-bbox="258 929 845 1008">Therefore, this area remained as an area of focus in our audit.</p>	<p data-bbox="845 537 1474 974">We carried out procedures to update our understanding, and tested the internal controls that are significant in the calculation and recognition of the provision for impairment of receivables of Banco Cooperativo do Brasil S.A.-Bancoob, mainly including the following processes: (i) approval of the credit policy; (ii) credit analysis; (iii) granting of credit and renegotiated transactions; (iv) attribution of ratings considering the recoverable value risk of the operations; (v) processing and recording of the provisions; (vi) reconciliation of accounting balances with the analytical position; and (vii) preparation of the notes to the financial statements.</p> <p data-bbox="845 985 1474 1220">We tested the completeness of the database used to calculate the provision for impairment of receivables, in addition to tests to verify the calculation methodology for this provision in relation to the ratings assigned, the assumptions adopted, as well as the comparison of the account balances with the analytical reports.</p> <p data-bbox="845 1232 1474 1332">We analyzed the procedures adopted by management to monitor the Covid-19 impacts that could affect the operations and results.</p> <p data-bbox="845 1344 1474 1500">We consider the criteria and assumptions adopted by management to determine and record the provision for impairment of receivables to be reasonable, in all material respects, in the context of the financial statements.</p>

Provisions for contingent liabilities (Notes 3.19 and 13)

The institutions comprising the Sistema Sicoob are parties to legal and administrative tax, labor, and civil proceedings arising from the normal course of their activities.

In general, these proceedings are only definitively concluded after an extensive period and involve not only discussions on merits, but also complex procedural aspects, in accordance with applicable legislation.

The decision to recognize a contingent liability and the measurement bases requires the judgment of the Institution's management. This is

Our audit procedures included, among others, updating our understanding and tests related to the identification and recording of contingent liabilities, and disclosures in the explanatory notes.

We circularized the law firms responsible for the administrative and judicial proceedings to confirm the assessment of the risk of loss, any new events during the six-month period, the details and completeness of the information, and the amounts used for the provisions.



Sistema de Cooperativas de Crédito do Brasil - Sicoob

Why it is a key audit matter	How the matter was addressed in the audit
periodically reassessed, including when preparing the financial statements, and upon occurrence of new events. We focused again on this area in our audit.	We consider the criteria and assumptions that management adopted to determine and record the provisions for contingent liabilities to be reasonable, in all material respects, in the context of the financial statements.

Information technology environment

Banco Cooperativo do Brasil S.A. - Bancoob has a business environment that is highly dependent on technology, requiring a complex infrastructure to support the high volume of transactions processed in its several systems on a daily basis.

The risks inherent to information technology, associated with the processes and controls that support the processing of the technology systems, considering the legacy systems and existing technology environments, could result in the incorrect processing of critical information, including that used in the preparation of the financial statements. For this reason, this remained an area of focus in our audit.

With the assistance of our system experts, we updated our evaluation of the design and tested the operating effectiveness of the internal controls related to the management of the information technology environment.

The procedures carried out involved the combination of tests of controls over the key processes related to information security, development and maintenance of systems, and operation of computers related to the infrastructure that supports the Institution's business.

Our tests indicated that the technology environment processes and controls provided a reasonable basis to determine the nature, timing and extent of our audit procedures in relation to the financial statements.

Other information accompanying the combined financial statements and the auditor's report

Management is responsible for the other information that comprises the Management Report.

Our opinion on the combined financial statements does not cover the Management Report, and we do not express any form of audit conclusion thereon.

In connection with the audit of the combined financial statements, our responsibility is to read the Management Report and, in doing so, consider whether this report is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement in the Management Report, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the combined financial statements

Management is responsible for the preparation and fair presentation of the combined financial statements in accordance with CMN Resolution 4,151/2012 as well as BACEN's additional regulations, the main criteria for which and respective accounting practices are described in Notes 2 and 3 to the combined financial statements, and for such internal control as management determines is necessary to enable the preparation of combined financial statements that are free from material misstatement, whether due to fraud or error.



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In preparing the combined financial statements, management is responsible for assessing the Institution's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Institution or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Institution's financial reporting process.

Auditor's responsibilities for the audit of the combined financial statements

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Brazilian and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these combined financial statements.

As part of an audit in accordance with Brazilian and International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the combined financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud could involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Institution's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Institution's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the combined financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Institution to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the combined financial statements, including the disclosures, and whether these financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the combined financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

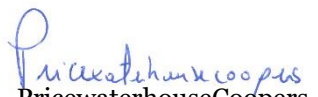
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.




Sistema de Cooperativas de Crédito do Brasil - Sicoob

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current six-month period and are therefore the Key Audit Matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Brasília, November 9, 2020


PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5


Carlos Augusto da Silva
Contador CRC 1SP197007/O-2

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The image shows a modern building with a glass facade and a prominent 'SICOOB' logo on the upper right. The building has multiple levels with balconies and a central entrance with stairs. In the foreground, there is a landscaped area with several palm trees and other plants. The entire image is overlaid with a semi-transparent blue filter.

SICOOB

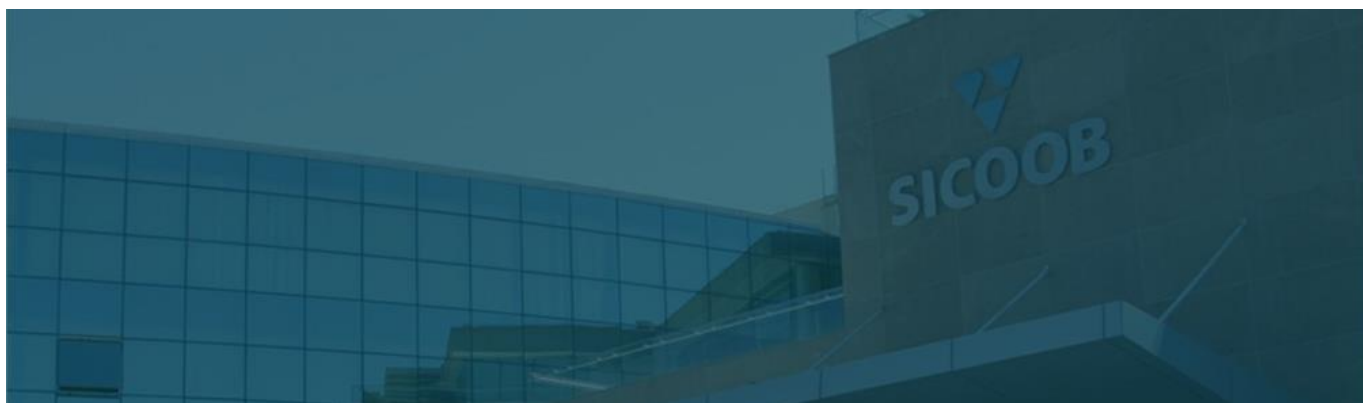
COMBINED FINANCIAL STATEMENTS

Sistema de Cooperativas de Crédito do Brasil – Sicoob

| June 30, 2020

The SICOOB logo, consisting of a stylized triangle icon followed by the word 'SICOOB' in a bold, sans-serif font.

SICOOB



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Management Report

June 30, 2020

To the Managers and Members of Sicoob,

We present herein the Combined Financial Statements of Sistema de Cooperativas de Crédito do Brasil – Sicoob at June 30, 2020, with current balances which reflect the results achieved through the expansion of the service network, and the information technology advances.

Macroeconomic Scenario

The first half of 2020 was marked by the impacts of the COVID-19 pandemic worldwide. This unprecedented event in modern economic history has brought unparalleled consequences to the economies and the way the populations lives.

The adoption of highly restrictive measures to curb the advance of the virus led to a temporary disruption in both supply and demand, leading to sharp declines in economic activity indexes in virtually all countries.

In Brazil, the economy followed the same trend as the rest of the world, and concerns were worsened by the perception of a complex fiscal legacy left by the previous administration amidst a turbulent political environment. The main economic activity indexes showed the impacts of the pandemic from March, when the social distancing measures started to be implemented. However, the most critical point in the economic paralysis was reached in April, when restrictions were imposed on a number of activities and industries. Signs of recovery were noted from May, although the resumption of pre-pandemic levels will still take time, mainly because, in addition to the intense impact faced during the most the more critical period, the pandemic has not yet been controlled due to the lack of an efficient treatment or vaccine. Therefore, Brazil began the second half of the year still facing a few restrictive measures, social distancing recommendations and changed habits.

Industry data released up to May indicate that the economic recovery will not be consistent, with signs of a more intense resumption in retail and manufacturing, while the service sector, which accounts for a greater share of the economy, faces greater difficulty to recover.

According to the monthly survey of the manufacturing sector (PIM) from the Brazilian Institute of Geography and Statistics (IBGE), Brazil's industrial production was growing at the beginning of the year. However, substantial declines were reported for March and April, and, in May, after the lifting of some restrictions, growth was resumed, although with the significant drop of 21.9% in the annual comparison. In the year-to-date (January–May), the PIM reported a decline of 11.3%.

In the first quarter of 2020, the Agribusiness GDP performed with positive results, increasing by 1.9% in relation to the same period in 2019. The 5.1% growth in soybean production was the main driving force in the quarter, and this upward path is expected to continue throughout the year. As a matter of fact, the Agribusiness GDP is expected to grow by 1.7% in 2020, a year marked by a strong downturn in the other sectors of the economy (expected decline of 8.5% in manufacturing and of 6.6% in services).

The agribusiness sectors are expected to benefit from the devalued exchange rate this year, which is favorable for exports in this industry, especially in relation to their trading price in Brazilian reais, providing producers with the capital required to prepare themselves, through purchases of inputs, for the planting phase of the 2020/2021 crop season in the current quarter.

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Household consumption was also strongly impacted by COVID-19. According to the Monthly Commerce Survey (PMC) from the IBGE, retail sales decreased by 3.9% from January to May when compared to the same period in 2019, even though the annual decline reached 17.1% in April alone.

At early 2020, there was a promising trend in the creation of formal jobs, with 342.5 thousand net jobs created in January and February, according to data from the Ministry of Labor (Caged). However, from March, this trend was drastically reversed by the negative effects of the pandemic. In the first half of 2020, 1.2 million net jobs were lost, affecting virtually all main sectors of the economy. The agribusiness was the only sector that recorded an increase in net generation of jobs (+63 thousand). The manufacturing (-247 thousand), civil construction (-32 thousand), retail (-475 thousand) and services (-508 thousand) sectors were severely hit by the crisis.

The credit market, which sustained a positive course over the last months, was also strongly impacted by the pandemic which affected each credit line in a different manner. Loans to legal entities increased significantly due to the creation of emergency credit lines to support the companies whose activities have been drastically affected by COVID-19. Consequently, during the first five months of the year, loans granted to legal entities using unrestricted funds increased by 17.5% in nominal terms when compared to the same period in 2019, according to data released by the Brazilian Central Bank. On the other hand, the positive trend in loans for individuals was reversed from April, in view of the sudden worsening of income and employment conditions, the higher level of uncertainties, and the closure of commerce.

The official inflation, measured by the Amplified Consumer Price Index (IPCA), increased by only 0.10% during the first half of the year, being the lowest IPCA variation ever recorded for a six-month period in the historical series.

Against the backdrop of the severe economic impacts from the pandemic and expected inflation below the targets, the Brazilian Central Bank resumed the interest rate cutting process that was halted at the end of 2019. The Monetary Policy Committee (Copom) has been stressing that the current conditions require an exceptionally high level of incentives, acknowledging that the current interest rates are much lower than neutral. The Brazilian Central Bank has been alerting to the risks posed by the critical fiscal situation and stalling of the reform agenda, factors that influence the perception of the equilibrium interest rate.

The public accounts are being directly impacted by the policies implemented in response to the pandemic. The government's need to adopt measures to support the population, the significant increase in health care expenditures, and the sharp decline in revenues have completely changed the positive trend in fiscal indicators seen in recent years. The consolidated public sector posted a primary deficit of 214.0 billion, or 7.4% of the GDP, from January to May.

In the international markets, the sense of optimism that prevailed at the beginning of the year was suddenly shaken in March and April, as the pandemic spread worldwide. The strong aversion to risk led investors to

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look for more secure assets, rather than stocks, commodities and assets from emerging countries. As a consequence, there was strong appreciation of the U.S. dollar.

In the domestic markets, the assets followed, to a large extent, the external trends, albeit worsened by the internal turbulence, mostly of a political nature, which helped increase volatility. Since then, the global depreciation of the U.S. dollar and a certain weakening of the internal political crisis made it possible for the foreign exchange rate to offset some of the pressures, although still amidst great instability, strengthening to R\$5.20/US\$ at the end of the six-month period.

In short, a completely unpredictable event took center stage in the economy during the first half of 2020, with unprecedented impacts on economic variables and asset prices. Although the six-month period ended on a much more hopeful note, especially in comparison with the moments experienced in the international markets, the environment of uncertainties regarding the trend of the pandemic in the rest of the year still prevails.

GDP of most countries will be severely impacted in 2020, with unprecedented downward revisions, and most will resort to vigorous incentives leveraged off higher levels of debt. In Brazil, the scenario mirrors the rest of the world but aggravated by a still turbulent political environment and fragile fiscal situation. The Brazilian government must promote structural measures capable of addressing the huge tax challenge that continues to challenge the balance of the economic scenario marked by lower interest rates, which is the foundation for a gradual resumption of growth.

Sicoob

Sicoob, a Brazilian credit union system, has over 4.8 million members and 3.4 thousand service units nationwide. The System is comprised of credit unions and supporting companies, which, together, provides the Sicoob members with services related to current account, credit, investment, credit cards, social security, consortium, insurance, bank collection, and merchant acquiring operations, among others. That is, despite not being a bank, Sicoob provides the same services as banking networks, operating as a financial credit union, of which the clients are the owners, and, therefore, share the results.

Performance

In June 2020, the balance of total assets amounted to R\$ 135.8 billion, a growth of 15.8% when compared to the same period of 2019.

In the first half of this year, the loan portfolio net of provision reached R\$ 67.9 billion, a significant increase of 10.8% in relation to the balance at December 2019. With a total portfolio of R\$ 46.4 billion, loans and discounted notes grew by 12.1%. Financing increased by 15.1%, totaling R\$ 8.0 billion while the provisions increased by 11.4%, totaling R\$ 4.3 billion.

The expanded loan portfolio, which includes credit card operations, honored guarantees and sureties, debtors for purchases of assets, and other receivables, totaled \$ 72.2 billion, an increase of 9.5% in relation to December 2019.

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At the end of the first half of 2020, Bancoob, as the issuer of cards for Sicoob and other credit union systems, had issued a total of 5.55 million cards, of which 2.71 million with a built-in limit. The expansion of the card base through partner systems represented approximately 23% of total revenue.

In the first half of the year, the volume of purchases with cards increased by 15% in relation to the same period in 2019, reaching R\$ 19.95 billion. Considering only the transactions carried out using the credit function, the volume reached R\$ 10.74 billion.

Total deposits amounted to R\$ 90.2 billion in the period, increasing by 21.7% in relation to the R\$ 74.1 billion recorded at the end of last year. This growth reflects the high confidence level of credit union members in the System's management and has been significant in view of the current scenario posed by the pandemic. Also highlighted, demand deposits totaled R\$ 24.5 billion in the period, an increase of 43.7% in relation to December 2019. Time deposits (CDB and RDC), even with lower profitability due to the fall in the SELIC rate and, consequently, in the DI rate, increased by 26.6%, from R\$ 45.5 billion in December 2019 to R\$ 53.5 billion in June 2020. Deposits in savings accounts increased 17.7%, from R\$ 6.5 billion at the end of 2019 to R\$ 7.7 billion in June 2020. The funds raised with Agribusiness Credit Notes (LCAs) also grew by over 10%, from R\$ 5.3 billion in December 2019 to R\$ 5.9 billion in June 2020.

Equity totaled R\$ 24.4 billion at period-end, an increase of 5.3% in relation to December 2019. The 21.8% growth in capital reserves, from R\$ 88 billion at the end of 2019 to R\$ 107 billion in June 2020 is also to be highlighted.

Surpluses totaled R\$ 1.5 billion in the first half of 2020, a 16.0% increase in comparison with the R\$ 1.3 billion recorded for the first half of 2018.

Number of Sicoob members

The number of Sicoob members grew by 8.6%, from 4.46 million to 4.85 million from December 2019 to June 2020. The increase is equivalent to an average membership of 2,100 new members per business day, which reflects the people's interest for alternatives to the traditional banking system.

The number of legal entities that are members is also highlighted, with an increase of 16.9% in the comparison, from 802,000 in December 2019 to 924,000 in June 2020, reflecting the entrepreneurs' increasing interest in the services provided by credit unions. Individual members totaled 3.95 million in June 2020, increasing by 7.2% when compared to the 3.67 million registered in December 2019.

Business expansion

In the first half of 2020, in line with the main trends of the industry, Sicoob made significant advances in terms of technology and products offered to its members, with emphasis on the launch of its virtual assistant (Chabot), Alice, which has been provided with facial features meant to instill a sense of familiarity and closeness to the system users.

Alice is the innovative artificial intelligence (AI) represented by a welcoming professional dressed in turquoise-green, which is one of the colors that represent Sicoob. She offers a totally virtual, sharp and efficient service channel, via Sicoob App and WhatsApp. The virtual assistant promptly answers questions such as what is the Sicoob code for transfers between accounts, or how to register the security key on the cell phone, in addition to providing assistance in the day-to-day needs of the members, without intermediation from the Call Center. Over 70% of the questions are resolved by Alice, which also automatically forwards the unsolved queries to the Call Center.

In the second half of the year, Sicoob expects to launch the loyalty program, as well as a marketplace that will help members enter e-commerce.

Management Report

June 30, 2020

Service channels

Sicoob provides its members with a wide service network, featuring 3,027 branches in 1,972 Brazilian municipalities. It should be noted that in 304 of these municipalities, Sicoob is the only financial institution in town. Services are also available at 5,617 Electronic Service Units (PAEs) and over 23 thousand ATMs from the Banco24Horas Network.

In line with the financial market trends, Sicoob's transactions through digital channels accounted for 84% of its total financial and non-financial operations, which reflects the System's technological advances in terms of usability and security attributes.

In the first half of 2020 alone, Sicoob invested an average of R\$ 139 million in technology, which is one of its cornerstones of transformation and innovation, with the objective of enabling growth, increasing efficiency, managing risks, and developing new products and services, so that an increasing large number of clients can benefit from the advantages of credit unions.

The number of transactions carried out through Sicoob's service channels grew by 36% in the first six months of 2020 when compared to the same period of the last year. The annual growth rate of 32% in the past three years follows the growth path of the System's businesses. Of the 458 billion transactions recorded, 85% were carried out on digital channels (Mobile and Internet banking), and 15% on conventional channels (Cashier, ATM, and Correspondent banks). Digital channels advanced about 5% in the comparison between the first half of 2019 and 2020.

The preferred channel for the system members to access the credit union products and services continues to be via the Sicoob app. The number of transactions on this channel increased by 53.81% in the period, from 1.05 billion in 2019 to 1.62 billion in 2020. In terms of channel share, Sicoob app accounted for 62.35% of the transactions, an increase of 9% over the previous year.

The growing preference for the use of the Sicoob app stems from the shift in the digital behavior of users, as well as from the great acceptance of the application, which continues to be the top rated among all financial institutions in Brazil, scoring 4.8 at the Apple Store and 4.8 at the Play Store.

The fact that digital channels continue to take space from conventional channels portrays the higher confidence placed in Sicoob and the technological solutions offered by its Financial Services Platform - Sisbr, and results from the efforts of the credit unions to guide their members towards greater convenience in accessing the products and services available.

From November 16, 2020, over 4.8 million members of the System will have access to PIX, a brand new payment method which will allow instant transfers and payments, and will be available 24/7, all year round, including holidays.

With the active participation of several work teams and having achieved great success in all stages of testing conducted with the Brazilian Central Bank, Sicoob is prepared to provide access, through its system tools, to all the facilities of this new payment method, bringing convenience and security to the credit unions and its members.

PIX will soon include new features such as cash withdrawals at various commercial establishments, which will also be available to the entire Sicoob network, in accordance with the schedule set by the Central Bank.

Management Report

June 30, 2020

New agreements

In the first half of 2020, new corporate agreements for the collection of bar-coded invoices/payment slips and pre-authorized debits were added to System's portfolio, totaling 22 partnership agreements signed. Among the new partnerships, we highlight the agreements signed with the Municipal Autonomous Water and Sewage Service (SAMAE) of Caxias do Sul, the Municipal Tourism Fund (Fumtur) of Timbó (Santa Catarina), the Municipality of Abaeté (Minas Gerais), the Municipality of Vitória (Espírito Santo), CERTEL (Rio Grande do Sul), the Municipality of Bebedouro (São Paulo), and the Water and Sewage System of Chapadão do Céu (SANEACEU) (Goiás).

Bancoob's portfolio of agreements, which is highly significant to the Brazilian National Financial System, is available to Sicoob's credit unions, as well as to other systems and entities not affiliated with the Bank.

Guarantor Credit Union Fund (FGCoop)

Deposits in credit unions are protected by the Guarantor Credit Union Fund (FGCoop), which guarantees deposits and credits maintained in individual credit unions or cooperative banks in the event of intervention or out-of-court liquidation of these institutions. Currently, the ceiling value of this protection is the same in force for depositors of other financial institutions covered by the Credit Guarantee Fund (FGC).

Management Report

June 30, 2020

Code of ethics

All the members of Sicoob signed up to the Code of Ethics proposed by the Confederação Nacional das Cooperativas do Sicoob Ltda. ("Sicoob Confederation"), a commitment also assumed by all new employees that join the System.

Institutional policy for social and environmental responsibility

This policy introduces the principles and guidelines that govern Sicoob's social and environmental actions in the conduction of its business and relations with stakeholders and aim to contribute for the effective implementation of cooperative activities supported by sustainable development.

Sicoob Institute

Sicoob Institute for Sustainable Development, which is the Sicoob's agency for strategic social investment, was created with the objective of spreading the cooperative culture and promoting the sustainable development of the communities.

The Institute's activities, which started in 2004 at Sicoob Metropolitano, were expanded in 2009 to the entire jurisdiction of Central Unicoob, headquartered in Maringá, State of Paraná (PR). In 2018, Sicoob Institute expanded its activities nationwide with the aim of organizing and aligning the actions with Sicoob's strategic objectives, as determined by the System's senior management.

Grounded on the 5th and 7th principles of cooperative systems, namely, education, training and information, and interest for the community, respectively, Sicoob Institute develops programs and projects based on three main pillars - Cooperativism and Entrepreneurship, Financial Citizenship and Sustainable Development, which were defined from the balance between the social return of the business and the challenges faced by credit unions in providing the population with social justice and financial education and inclusion. From this alignment emerged the three pillars that guide a social agenda based on themes in which Sicoob can positively affect the locations where it operates. Action strategies, projects, and programs were developed for each pillar, making up a portfolio of initiatives that are able to leverage the development of communities and, simultaneously, increase competitiveness by fostering a cooperative culture, encouraging entrepreneurship, and promoting financial citizenship and sustainable development.

The programs and projects are implemented with the engagement of managers and employees, who act, on a voluntary basis, as influencers across the System.

Measures adopted by Sicoob to mitigate the effects of the Covid-19 pandemic on the life of its members and the community

Through its individual credit unions and second-and third-level entities, Sicoob has been acting together with the community to counteract Covid-19 effects, and has donated, since the onset of the pandemic, more than R\$ 9.3 million in hospital supplies, including mechanical ventilators (respirators), individual protection equipment (IPE), hygiene and cleaning products, masks, hand sanitizer, disposable diapers for children and adults, basic food baskets for various charitable institutions, and ambulance equipment, among others.

In addition to actions of a social nature, Sicoob has adopted a series of measures to lessen the impacts of the pandemic on the financial lives of its members, among which the following should be highlighted:

- Extended terms of installments for loan operations;
- Increased volume of loans granted with own resources, at even lower rates;
- Full support to the federal credit granting programs, such as the line with BNDES resources under the Emergency Job Support Program (PESE);

Management Report

June 30, 2020

- Robust participation in granting loans to micro, small and medium enterprises, under the National Program of Support to Micro and Small Companies (PRONAMPE), the Emergency Credit Access Program (PEAC/FGI), in addition to partnership activities developed with Sebrae and the Micro and Small Business Guarantee Fund (FAMPE);
- Creation of emergency programs with own resources for legal entities, providing financing for payroll and working capital;
- Establishment of a grace period for real estate financing;
- Flexibility of conditions for acquisition of consortium quotas;
- Reduction of payroll credit rates, both for employees of the public and private sectors;
- Renegotiation of lending operations; and
- Reduction and/or exemption of fees and tariffs, among others.

Ombudsman

Sicoob has an Ombudsman channel for communication between the credit unions and the users of the System's services, the framework of which is centralized at Bancoob, and regulated by CMN Resolution 4,433/2015. The Ombudsman office has up to ten business days to respond to any occurrence reported, with the possibility of extending this deadline for an equal period.

Acknowledgments

We would like to thank our members, the central and individual credit unions, and Sicoob Confederation for their collaboration towards the achievement of the System's goals; our external partners for their trust in the solutions offered by Sicoob; and our employees for their dedication and commitment.

Combined balance sheet

June 30, 2020 and December 31, 2019

All amounts in thousands of reais, unless otherwise stated

(A free translation of the original in Portuguese)

ASSETS	Note	6/30/2020	12/31/2019
CASH AND CASH EQUIVALENTS	4	26,124,880	12,440,346
COMPULSORY DEPOSITS WITH THE BRAZILIAN CENTRAL BANK	5	1,510,306	1,281,858
FINANCIAL ASSETS		94,703,886	90,019,893
OWN PORTFOLIO	6.1.1	14,401,762	16,558,279
Government securities		7,948,707	10,812,853
Private securities		6,225,941	5,478,613
Investment fund shares		227,114	266,813
SUBJECT TO REPURCHASE AGREEMENTS	6.1.1	3,837,745	3,952,540
Government securities		3,837,745	3,952,540
LINKED TO THE BRAZILIAN CENTRAL BANK	6.1.1	122,636	-
Government securities		122,636	-
LINKED TO THE PROVISION OF GUARANTEES	6.1.1	7,691,245	7,403,827
Government securities		7,453,357	7,168,850
Private securities		237,888	234,977
DERIVATIVE FINANCIAL INSTRUMENTS	6.1.1	1,839	1,426
SHORT-TERM INTERBANK INVESTMENTS	6.2	716,392	797,321
LENDING OPERATIONS	6.3	67,932,268	61,306,500
Lending operations		72,253,834	65,184,518
(-) Provision for losses associated with credit risk	6.3.6	(4,321,566)	(3,878,018)
OTHER ASSETS		10,409,327	10,724,675
Payment transactions	7.1	6,573,498	7,797,261
Foreign exchange portfolio		-	8,060
Income receivable		16,048	23,192
Other	7.2	4,211,011	3,208,663
(-) Provision for losses on other receivables	7.1 and 7.2	(391,230)	(312,501)
TAX CREDITS	8	234,650	161,473
EQUITY INVESTMENTS IN ASSOCIATES, SUBSIDIARIES, AND OTHERS	9	564,811	534,872
Subsidiaries and associates		168,694	158,130
Shares and quotas		365,615	346,489
Other investments		30,502	30,253
PROPERTY AND EQUIPMENT	10	2,166,514	2,055,925
Property and equipment in use		3,327,933	3,119,504
(-) Accumulated depreciation		(1,156,160)	(1,063,579)
(-) Impairment of property and equipment		(5,259)	-
INTANGIBLE ASSETS	11	55,889	42,383
Right of use of software		202,038	202,501
Other intangible assets		32,700	-
(-) Accumulated amortization		(178,529)	(160,117)
(-) Impairment of intangible assets		(320)	-
TOTAL CURRENT AND NON-CURRENT ASSETS		135,770,263	117,261,426

Combined balance sheet

June 30, 2020 and December 31, 2019

All amounts in thousands of reais, unless otherwise stated

(continued)

LIABILITIES	Note	6/30/2020	12/31/2019
FINANCIAL LIABILITIES		99,789,487	83,132,793
Deposits	12.1	90,234,793	74,146,046
Repurchase agreement obligations	12.2	40,771	73,583
Funds from acceptance of bills of exchange, real estate and mortgage notes, debentures and the like	12.3	5,891,023	5,293,946
Borrowing and onlending obligations	12.5	3,610,238	3,615,177
Other		12,544	3,955
Derivative financial instruments		118	86
PROVISIONS		551,132	692,376
Provision for contingencies	13.1.2	356,731	509,253
Provisions for guarantees	13.2	194,401	183,123
TAX LIABILITIES		110,924	142,999
Current taxes		110,924	142,545
Other deferred tax liabilities		-	454
OTHER LIABILITIES		10,921,075	10,133,737
Payment transactions	14.1	5,365,882	6,007,963
Social and statutory obligations	14.2	913,904	887,507
Tax and social security obligations	14.3	191,926	184,117
Foreign exchange portfolio		-	8,070
Other	14.4	4,449,363	3,046,080
TOTAL CURRENT AND NON-CURRENT LIABILITIES		111,372,618	94,101,905
EQUITY		24,397,645	23,159,521
Share capital	15.1	14,607,800	14,282,325
Capital reserves	15.2	107,390	88,135
Revenue reserve		7,776,746	7,605,004
Revaluation reserves		830	844
Surplus or deficit/ Retained earnings or accumulated deficit	15.7	1,910,223	1,182,532
Other comprehensive income	15.8	(5,344)	681
TOTAL LIABILITIES AND EQUITY		135,770,263	117,261,426

The accompanying notes are an integral part of these combined financial statements.

Combined statement of income

Six-month periods ended June 30, 2020 and 2019

All amounts in thousands of reais, unless otherwise stated

(A free translation of the original in Portuguese)

	Note	6/30/2020	6/30/2019
INCOME FROM FINANCIAL INTERMEDIATION		6,383,564	6,472,693
Gains (losses) on lending operations	6.3.7	5,597,674	5,273,950
Transactions with marketable securities	6.1.3	762,255	1,172,693
Gains (losses) on derivative financial instruments	6.1.3	(6,729)	363
Gains (losses) on foreign exchange transactions		7,620	953
Gains (losses) on compulsory investments	5	22,741	24,724
Disposals or transfers of financial assets		3	10
EXPENSES FOR FINANCIAL INTERMEDIATION		(1,206,521)	(1,699,156)
Money market funding	12.4	(1,135,520)	(1,643,102)
Borrowings and onlendings	12.5.1	(71,000)	(56,048)
Disposals or transfers of financial assets		(1)	(6)
PROVISIONS FOR LOAN LOSSES		(1,386,151)	(1,246,539)
Provisions for credit risk		(1,386,151)	(1,246,539)
GROSS PROFIT FROM FINANCIAL INTERMEDIATION		3,790,891	3,526,998
OPERATING REVENUE		2,108,073	1,814,829
Income from services rendered	16.1	971,170	878,057
Income from banking fees	16.1	478,989	435,113
Equity in the results of associates and subsidiaries	9	44,694	28,222
Other operating income	16.2	613,220	473,437
OPERATING EXPENSES		(4,101,223)	(3,766,540)
Personnel expenses	17.1	(1,817,367)	(1,679,333)
Administrative expenses	17.2	(1,508,697)	(1,402,638)
Tax expenses	17.3	(131,871)	(121,819)
Other operating expenses	17.4	(643,288)	(562,751)
PROVISION FOR CONTINGENCIES		(116,959)	(114,860)
Provision for contingencies		(8,995)	(9,276)
Provisions for guarantees		(107,964)	(105,584)
OPERATING RESULT		(2,110,109)	(2,066,571)
NON-OPERATING INCOME (EXPENSES)	17.5	(40,581)	(14,193)
PROFIT BEFORE TAXATION AND PROFIT SHARING		1,640,201	1,446,234
INCOME TAX AND SOCIAL CONTRIBUTION		(67,960)	(95,724)
Provision for income tax		(80,394)	(72,839)
Provision for social contribution		(56,370)	(45,767)
Deferred tax assets		68,804	22,882
STATUTORY PROFIT SHARING	19.6	(63,587)	(49,892)
PROFIT		1,508,655	1,300,618
INTEREST ON CAPITAL	15.4	(84,346)	(122,535)
PROFIT AFTER INTEREST ON CAPITAL		1,424,309	1,178,083

The accompanying notes are an integral part of these combined financial statements.

Combined statement of comprehensive income

June 30, 2020 and 2019

All amounts in thousands of reais, unless otherwise stated

(A free translation of the original in Portuguese)

	Note	6/30/2020	6/30/2019
PROFIT FOR THE SIX-MONTH PERIOD	DRE/DMPL	1,508,655	1,300,618
OTHER COMPREHENSIVE INCOME			
ITEMS THAT WILL BE RECLASSIFIED TO PROFIT OR LOSS			
Marked to market adjustments to securities		(10,851)	(3,057)
Tax effects on marked to market adjustments		4,826	267
OTHER COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD, NET OF TAXES	DMPPL	(6,025)	(2,790)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		1,502,630	1,297,828

The accompanying notes are an integral part of these combined financial statements.

Combined statement of changes in equity

June 30, 2020 and 2019

All amounts in thousands of reais, unless otherwise stated

(A free translation of the original in Portuguese)

	Note	Share capital	Capital reserves	Revaluation reserve	Revenue reserves	Other comprehensive income	Retained earnings	Treasury shares	Total
At December 31, 2019		14,282,325	88,135	844	7,605,004	681	1,182,531	-	23,159,521
Profit at June 30, 2020		-	-	-	-	-	1,508,655	-	1,508,655
Items that will be reclassified to profit or loss	15.8	-	-	-	-	(6,025)	-	-	(6,025)
Total comprehensive income (loss)						(6,025)	1,508,655		1,502,630
Prior year allocations:									
Surplus/apportionment to be distributed		-	-	-	-	-	(11,505)	-	(11,505)
Allocations to reserves		-	-	-	-	-	-	-	-
Reversal of reserves/offsetting of losses		-	(10,830)	-	(982)	-	10,830	-	(982)
Distributions to members	15.9	-	-	-	-	-	(222,103)	-	(222,103)
Other allocations/adjustments		-	(1,723)	-	-	-	157,032	-	155,309
Proposed dividends from previous years		-	-	-	-	-	(115,485)	-	(115,485)
Capital increase	15.1	737,600	(5,415)	-	-	-	(287,734)	-	444,451
Reversal/ return of capital		(58,066)	(7)	-	-	-	(21)	-	(58,094)
Balances of credit unions merged		156,869	17,975	-	19,355	-	(39,758)	-	154,441
Refunds (write-offs) of capital	15.1	(481,075)	-	-	-	-	-	-	(481,075)
Entry of new credit unions into the System		4,583	-	-	-	-	94	-	4,677
Credit unions excluded from the System		(34,904)	-	-	(1,977)	-	(1,286)	-	(38,167)
Realization of revaluation reserve		-	-	(14)	-	-	14	-	-
Share buyback		-	-	-	-	-	-	-	-
Proposed allocations:									
Allocations to reserves		-	19,255	-	155,346	-	(174,601)	-	-
Proposed dividends	15.3	-	-	-	-	-	(4,340)	-	(4,340)
Interest on capital	15.4	468	-	-	-	-	(84,346)	-	(83,878)
FATES	15.5	-	-	-	-	-	(7,755)	-	(7,755)
At June 30, 2020		14,607,800	107,390	830	7,776,746	(5,344)	1,910,223	-	24,397,645
Changes in the period (12/31 to 6/30)		325,475	19,255	(14)	171,742	(6,025)	727,691	-	1,238,124
	Note	Share capital	Capital reserves	Revaluation reserve	Revenue reserves	Other comprehensive income	Retained earnings	Treasury shares	Total
At December 31, 2018		13,439,861	67,071	873	6,485,628	1,359	1,330,429	-	21,325,221
Profit at June 30, 2019		-	-	-	-	-	1,300,618	-	1,300,618
Items that will be reclassified to profit or loss		-	-	-	-	(2,790)	-	-	(2,790)
Total comprehensive income (loss)						(2,790)	1,300,618		1,297,828
Prior year allocations:									
Surplus/apportionment to be distributed		-	-	-	-	-	(37,758)	-	(37,758)
Allocations to reserves		-	-	-	-	-	-	-	-
Reversal of reserves/offsetting of losses		-	(3,864)	-	(72,062)	-	75,926	-	-
Distributions to members		-	-	-	-	-	(119,296)	-	(119,296)
Other allocations/adjustments		-	-	-	(17,531)	-	17,531	-	-
Proposed dividends from previous years		-	-	-	(206,737)	-	-	-	(206,737)
Capital increase		983,212	-	-	(70,835)	-	(533,461)	-	378,916
Balances of credit unions merged		26,152	(90)	-	(5,257)	-	350	-	21,155
Refunds (write-offs) of capital		(341,536)	-	-	-	-	-	-	(341,536)
Entry of new credit unions into the System		27,022	782	-	19,323	-	3,628	-	50,755
Credit unions excluded from the System		(273,920)	(104)	-	(210,105)	-	(78,158)	-	(562,287)
Realization of revaluation reserve		-	-	(14)	-	-	-	-	(14)
Share buyback		-	-	-	-	-	-	-	-
Proposed allocations:									
Allocations to reserves		-	10,487	-	636,701	-	(647,188)	-	-
Proposed dividends		-	-	-	-	-	(3,886)	-	(3,886)
Interest on capital		1,814	-	-	-	-	(122,535)	-	(120,721)
FATES		-	-	-	(824)	-	(4,369)	-	(5,193)
At June 30, 2019		13,862,605	74,282	859	6,558,301	(1,431)	1,181,831	-	21,676,447
Changes in the period (12/31 to 6/30)		422,744	7,211	(14)	72,673	(2,790)	(148,598)	-	351,226

The accompanying notes are an integral part of these combined financial statements.

Combined statement of cash flows

Six-month periods ended June 30, 2020 and 2019

All amounts in thousands of reais, unless otherwise stated

(A free translation of the original in Portuguese)

Cash flows from operating activities	Note	6/30/2020	6/30/2019
Adjusted profit		3,209,784	2,837,942
Profit before taxation and profit sharing		1,640,201	1,446,234
Adjustments to profit			
Provision for loan losses	DRE	1,386,151	1,246,539
Provision for impairment of other assets	17.5	17,052	17,341
Depreciation and amortization	17.2	131,513	116,071
Equity in the results of subsidiaries	9	(44,694)	(28,222)
Goodwill on equity interest in subsidiaries	17.5	1,289	983
Gain on sale of assets not in use		(10,656)	(6,933)
Loss on sale of assets not in use		11,315	7,217
Provision for tax, labor and civil contingencies and collateral pledged		77,611	38,813
Other adjustments		2	(101)
Changes in assets			
Increase in compulsory deposits with the Brazilian Central Bank		(228,449)	(74,136)
Financial assets			
Decrease (increase) in federal government securities		2,571,799	(1,406,138)
Increase in private securities		(750,239)	(614,456)
Decrease in investment fund shares		39,699	171,087
Increase in derivative financial instruments		(413)	(94)
Decrease in short-term interbank investments		80,929	384,772
Increase in lending operations		(10,403,552)	(5,578,071)
Other receivables			
Income tax and social contribution (offset)		(131,205)	(59,069)
Decrease (increase) in other receivables		42,162	(636,938)
Financial liabilities			
Increase in deposits		16,097,336	2,046,747
(Decrease) increase in repurchase agreement obligations		(32,812)	350,254
Increase in funds from acceptance of bills of exchange, real estate and mortgage notes and debentures		597,078	946,493
Decrease in interbank onlendings		(0)	(64,295)
Decrease in borrowings and onlendings		(4,939)	(131,137)
Increase in derivative financial instruments		32	86
Other payables			
Increase in other payables		962,364	837,864
Net cash inflow (outflow) from operating activities		12,049,572	(989,092)
Cash flows from investing activities			
Payment of capital in subsidiaries and other investments		(233)	(12,625)
Purchase of property, plant and equipment		(435,172)	(225,931)
Additions to intangible assets		(41,102)	(9,146)
Disposal of investment		(62)	-
Disposal of property and equipment in use		283	2,126
Disposal of intangible assets		-	2
Net cash (outflow) from investing activities		(476,286)	(245,574)
Cash flows from financing activities			
Dividends received from associates and subsidiaries		20,000	8,000
Increase in share capital	DMPL	444,451	378,914
Write-offs of capital	DMPL	(481,075)	(341,536)
Dividends paid		(121,225)	(217,426)
Distribution of surplus	DMPL	(222,103)	(119,296)
Exclusion of credit unions from the System	DMPL	(34,904)	(35,831)
Net cash (outflow) from financing activities		(394,856)	(327,175)
Net increase (decrease) in cash and cash equivalents		11,178,432	(1,561,841)
Cash and cash equivalents at the beginning of the six-month period	4	14,946,448	16,508,289
Cash and cash equivalents at the end of the six-month period	4	26,124,880	14,946,448

The accompanying notes are an integral part of these combined financial statements.

Notes to the combined financial statements

June 30, 2020

All amounts in thousands of reais, unless otherwise stated

Note 1 – Operations

Sistema de Cooperativas de Crédito do Brasil - Sicoob ("Sicoob" or "System") comprises 388 first-level individual credit unions, which operate in 27 Brazilian States, featuring 3,027 branches, and 999 Correspondent banks, in addition to 5,617 Electronic Service Units (PAES) and over 23 thousand ATMs using the Banco24Horas Network, which provide services to 4.8 million members. The System also includes 16 central credit unions, Banco Cooperativo do Brasil S.A ("Bancoob" or "Bank"), Confederação Nacional das Cooperativas do Sicoob ("Sicoob Confederation"), and the subsidiaries of the Bank or of the credit unions.

With a significant presence in all Brazilian states, Sicoob is a financial credit union that plays a key social role by providing support for the growth and development of the communities in which it operates. Sicoob delivers all types of banking products and services, shares the results achieved with its members, and invests the funds raised in the communities themselves, with the aim of fostering production and sales, and creating jobs and income.

Bancoob is owned by the 16 central credit unions listed below: Sicoob Central ES, Sicoob Central BA, Sicoob Central Crediminas, Sicoob Goiás Central, Sicoob Central SC/RS, Sicoob SP, Sicoob Norte, Sicoob Planalto Central, Sicoob Central Cecremge, Sicoob Central Cecresp, Sicoob Central NE, Sicoob Central Rondon, Sicoob Central Unicoob, Sicoob Unimais, Sicoob Uni, and Sicoob Central Rio.

Bancoob is a multi-service bank established pursuant to Resolution 2,193 of August 31, 1995, of the National Monetary Council (CMN), and is the controlling shareholder of Bancoob Distribuidora de Títulos e Valores Mobiliários ("Bancoob DTVM"), Ponta Administradora de Consórcios ("Consórcio Ponta"), Cabal Brasil Ltda. ("Cabal"), which is responsible for processing Sicoob's credit cards, and Bancoob Participações em Seguridade S.A. – Bancoob PAR Seguridade, holder of an equity interest in Sicoob Seguradora.

The central credit unions established the Confederação Nacional das Cooperativas do Sicoob Ltda. ("Sicoob Confederation"), a third-level entity intended to provide representation and oversight services, standardization of operational procedures, implementation of the internal control system, as well as information technology services.

Sicoob also manages Fundação Sicoob Previ ("Sicoob Previ"), a private pension entity established in November 2006 for the purpose of offering the participants and their dependents pension benefits that supplement those provided by the government's social security system.

Note 2 - Presentation of the combined financial statements

2.1. Combined financial statements

Sicoob's combined financial statements ("financial statements") are the responsibility of Bancoob's Management and have been prepared based on the individual financial statements of the Institutions that comprise the System. The financial statements have been prepared for the purpose of presenting, in a single set of financial statements, the consolidated position of all activities carried out by Sicoob, through the entities that comprise the System.

These are based on the corporate, internal control and governance structures of each member of the System, as well as the fulfillment of the requirements for financial statement presentation and disclosure pursuant to the standards issued by the National Monetary System (CMN) and the Brazilian Central Bank

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(BCB). These combined financial statements are not representative of the individual financial statements of Sicoob members, and neither can the figures presented be used for calculations of dividends and taxes, performance assessments, or for any other corporate or statutory purposes, which should be based on each entity's own financial statements.

CMN Resolution 4,151/2012 and BCB Circular Letter 3,669/2013 establish procedures and requirements for the preparation and disclosure of combined financial statements of financial cooperative systems in Brazil.

The combined financial statements have been prepared in accordance with the accounting practices adopted in Brazil, based on Law 6,404/1976 and amendments introduced by Laws 11,638/2007 and 11,041/2009, the standards issued by BCB and CMN for purposes of compliance with the Accounting Chart for Institutions of the National Financial System (COSIF), as well as the Technical Pronouncements issued by the Accounting Pronouncements Committee (CPC), approved by the monetary authority, as presented in Note 3.21.

2.2. Segregation of assets and liabilities between current and non-current

Receivables and payables with terms up to 360 days are classified as current assets or liabilities, and those with longer terms are classified as non-current, according to the explanatory notes.

2.3. Approval of the combined financial statements

The Joint Executive Board of Bancoob submitted these combined financial statements to the Board of Directors, which approved them on October 6, 2020.

2.4. Changes in the presentation of the combined financial statements and explanatory notes in compliance with CMN Resolution 4,720/2019 and BCB Circular Letter 3,959/2019

In 2019, the National Monetary Council (CMN) issued Resolution 4,720 which addresses the presentation of financial statements of financial institutions authorized to operate by the Brazilian Central Bank. In addition, the Brazilian Central Bank also issued Circular Letter 3,959/2019, setting forth the requirements for the presentation of the segment's financial statements. As Sicoob's entities are subject to the regulations issued by the abovementioned agencies, such changes were reflected in these combined financial statements to comply with the referred provisions.

The main changes defined by the standards, and effective from the issue of the financial statements as of June 30, 2020, are as follows:

- **Comparative financial statements:** for the balance sheet at June 30, 2020 the basis for comparison is the prior balance sheet, that is, the balance sheet at December 31, 2019. For the statements of income, comprehensive income, changes in equity and cash flows at June 30, 2020, the basis for comparison is the period ended June 30, 2019.
- **Balance sheet:** classification as assets, cash and cash equivalents, tax credits, impairment of assets and intangible assets. In liabilities, groups of financial liabilities, provisions for contingencies and taxes. Segregation of asset and liability line items only in decreasing order of liquidity and collectability, without segregation between current and non-current; the breakdown between short and long terms is presented only in the explanatory notes.
- **Statement of income:** segregated presentation of provisions for loan losses and provisions for contingencies and classifications in accordance with the line items presented in the balance sheet.
- **Statement of comprehensive income:** in accordance with CMN Resolution 4,720/2019, the presentation of this statement is mandatory. The statement of comprehensive income aims at presenting directly in equity all items recorded as expenses or income, which may impact the future results, thus demonstrating their effects on the profit or loss computed by the institution.
- **Notes to the financial statements:** describing the basis for estimates used in the financial statements and a statement of compliance and information on the business continuity (going concern assumption) based on Management's assessment. The explanatory notes follow the same comparability rules used for the respective balance sheet/statements.

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For comparison purposes, the presentation of the balances at December 31 and June 30, 2019 has been adjusted to this format.

2.5. Criteria used in the combination of balances

In the preparation of these combined financial statements, the balance sheet and income statement balances of the institutions that comprise Sicoob were included, and the balances of transactions carried out between these institutions were excluded.

2.6. Entities that comprise Sicoob included in the combined financial statements

Pursuant to Article 4 of CMN Resolution 4,151/2012, a cooperative system comprises individual credit unions, central credit unions, a credit confederation, a cooperative bank, as well as other financial institutions or entities authorized to operate by the Brazilian Central Bank, except for consortium administrators directly or indirectly linked to these institutions by means of an equity interest or actual control of operations, characterized by joint administration/management, or by operations in the market under the same trademark or trade name.

Accordingly, Ponta Administradora de Consórcios ("Consórcio Ponta"), Bancoob Participações em Seguridade S/A ("Bancoob PAR") and Cabal Brasil Ltda. ("Cabal"), which are all subsidiaries of Banco Cooperativo do Brasil - S/A, were not included in the combined financial statements for purposes of compliance with the provisions of the above-mentioned Resolution. The subsidiaries of central credit unions were also excluded from the combined financial statements, as described in Note 9.

Sicoob Previ, although being part of the System as Sicoob's private pension entity, was not included in these combined financial statements.

Confederação Nacional das Cooperativas do Sicoob Ltda. ("Sicoob Confederation"), was not included in the combined financial statements, since it does not meet the definition of a Credit Confederation provided for in Article 2, item II, of CMN Resolution 4,151/2012.

Article 6 of Circular Letter 3,669/2013 establishes that all the investment funds in which the entities that comprise a cooperative financial system have or retain substantial risks and rewards, in any form, must be included in the combined trial balance. Therefore, these combined financial statements include the funds, whether managed by Bancoob DTVM or not, in which Bancoob or the credit unions retain substantial risks and rewards.

The following institutions were included in the preparation of the combined financial statements, in accordance with CMN Resolution 4,151/2012:

- **Banco Cooperativo do Brasil S.A. – Bancoob ("Bancoob" or "Bank"):** Bancoob, a multi-service bank established pursuant to Resolution 2,193/1995, of the National Monetary Council ("CMN"), was authorized to operate by BCB on July 21, 1997, and started operations on September 1, 1997.

Bancoob was created to provide financial, technical and operational services to credit unions, pursuant to Article 88 of Law 5,764/71.

- **Bancoob Distribuidora de Títulos e Valores Mobiliários ("Bancoob DTVM"):** Bancoob DTVM is a limited liability company engaged mainly in the management of investment funds by entering into contracts or charging a commission.

Bancoob DTVM is engaged in the subscription, either on a stand-alone basis or in a consortium with other authorized companies, of securities for resale; intermediation of public offerings and distributions of securities in the market; and purchases and sales of securities on its own account or on behalf of third parties, in compliance with the regulations issued by CMN, BCB, and CVM in their respective areas of competence.

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Bancoob DTVM administers the funds listed in items (i) and (ii) of the "Investment Funds" group, except for Sicoob Cocred Fundo de Investimento Multimercado – Crédito Privado FI, which is under the administration of Planner Corretora de Valores S/A.

- **Sicoob's central credit unions:** These are independent financial institutions authorized to operate by the Brazilian Central Bank, comprising at least three affiliated individual credit unions, engaged in integrating the System's credit unions at both regional and state levels.

Sicoob has 16 central credit unions (Note 1), which act on a proactive manner to prevent and correct situations that pose risk to the safety and soundness of the credit unions and the System. The following services are among those provided by central credit unions: centralization of the funds raised by their credit unions; standardization and oversight of operating systems and control of deposits and loans; auxiliary supervision; education and training; adoption of corrective measures; legal advice, communication advice; common procurement; exchanges for quality and professional training.

- **Sicoob's individual credit unions:** These are non-bank financial institutions authorized to operate by the Brazilian Central Bank, resulting from the association of individuals formed to meet their financial needs, both as users and owners of the credit union's products and services.

In accordance with CMN Resolution 4,434/2015, individual credit unions are classified based on their specific operations, as follows: Full, Classic, or Capital and Loans.

Individual credit unions classified under the Full category can carry out all the operations inherent in credit unions. Those under the Classic category are not authorized to operate with foreign currency, foreign exchange variation, or derivatives, among other restrictions. The credit unions classified as of Capital and Loans are non-depository institutions, whose funding arises exclusively from the capital paid by its members.

In accordance with the classification provided for in CMN Resolution, Sicoob's individual credit unions are distributed as follows:

Classification	Number
Classic	349
Capital and Loans	31
Full	8
Total	388

- **Investment funds:** The following investment funds were included in the preparation of the combined financial statements:

(a) Funds in which the central and/or individual credit unions retain substantial risks and rewards:

- Minascoop - Fixed-income investment fund - Private Credit
- Bancoob Centralização - Fixed-income investment fund - Private Credit
- Coopmútuo - Multi-market investment fund – Private credit (a)
- Sicoob Unimais - Fixed-income investment fund - Private Credit (a)
- Sicoob Cocred - Fixed-income investment fund - Private Credit (a)
- Sicoob Institucional - Fixed-income investment fund - Private Credit
- Sicoob Cocred - Multi-market investment fund - Private Credit (a)
- Sicoob SP - Fixed-income investment fund - Private Credit (b)

(a) Funds closed in 2019.

(b) Investment fund created in the first half of 2020.

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(b) Funds in which Bancoob retains substantial risks and rewards:

- Sicoob Previdenciário - Fixed-income investment fund - IMA-B
- Sicoob Agências - Real estate investment fund
- Sicoob Multi-market investment fund
- Sicoob Ações (shares) investment fund (a)

(a) This fund was not included in the combined financial statements at June 30, 2020, as there is no longer any substantial retention of risks and benefits by any entity of the System.

2.7. Share of the institutions authorized to operate by the Brazilian Central Bank and combined investment funds

Institutions	State	Ownership interest	6/30/2020			6/30/2019			6/30/2019
			Assets	Equity	Result	Ownership interest	Assets	Equity	
Bancoob	DF	100.00%	67,304,402	1,916,385	91,362	100.00%	53,776,026	1,872,384	81,821
Bancoob DTVM	DF	99.99%	7,855	2,604	2,031	99.99%	10,420	4,235	1,716
Regional system Espírito Santo			12,830,356	2,020,889	132,801		10,780,055	1,886,985	120,761
Sicoob Central ES	ES	100%	3,951,066	215,644	4,512	100%	3,246,794	185,390	8,931
Sicoob Sul-Litorâneo	ES	100%	488,058	102,691	8,571	100%	411,728	94,603	7,774
Sicoob Sul	ES	100%	1,547,136	334,756	32,174	100%	1,312,587	318,981	16,688
Sicoob Leste Capixaba	ES	100%	2,216,574	493,230	40,434	100%	1,832,584	458,638	39,948
Sicoob Centro-Serrano	ES	100%	1,134,182	189,900	8,784	100%	951,645	175,887	14,975
Sicoob Norte	ES	100%	988,999	198,532	6,704	100%	861,410	198,212	1,511
Sicoob Sul-Serrano	ES	100%	1,727,947	372,407	20,404	100%	1,477,103	351,258	19,637
Sicoob Credirochas	ES	100%	776,394	113,730	11,218	100%	686,202	104,016	11,299
Regional system Bahia			2,294,277	470,470	14,444		1,898,702	462,314	22,486
Sicoob Central BA	BA	100%	733,851	70,127	2,150	100%	566,096	70,483	2,393
Sicoob Coopere	BA	100%	225,133	54,177	4,775	100%	186,515	50,303	6,145
Sicoob Copelba	BA	-	-	-	-	100%	-	-	210
Sicoob Cooperbom	BA	100%	42,383	21,080	(607)	100%	38,772	22,188	626
Sicoob Costa do Descobrimento	BA	100%	140,545	22,707	2,672	100%	102,851	21,469	1,845
Sicoob Sertão	BA	100%	205,835	45,989	(134)	100%	182,296	46,779	1,770
Sicoob Crediconquista	BA	100%	107,439	20,142	1,304	100%	86,188	20,383	1,769
Sicoob Extremo Sul	BA	100%	361,357	120,113	1,135	100%	311,133	117,158	5,767
Sicoob Credcoop	BA	100%	48,139	16,967	192	100%	39,598	16,142	219
Sicoob Norte Sul	BA	100%	78,562	11,555	1,175	100%	70,937	10,000	(1,428)
Sicoob Coopemar	BA	100%	97,261	11,558	(107)	100%	71,312	11,107	709
Sicoob Cred Executivo	BA	100%	146,182	20,456	2,667	100%	131,831	19,822	1,136
Sicoob Credmed	BA	100%	47,277	15,850	(1,223)	100%	49,255	15,052	756
Sicoob Cooppec	BA	100%	60,314	39,749	446	100%	61,919	41,428	570
Regional system Crediminas			27,501,277	3,670,750	241,899		23,248,044	3,523,119	169,014
Sicoob Central Crediminas	MG	100%	8,387,394	552,520	14,295	100%	7,003,629	562,691	17,114
Sicoob Crediriodoce	MG	100%	382,759	51,260	2,647	100%	312,280	51,565	1,279
Sicoob Carlos Chagas	MG	100%	197,254	54,811	1,946	100%	165,393	54,093	857
Sicoob Credijequitinhonha	MG	100%	275,510	51,874	2,557	100%	226,272	50,463	2,569
Sicoob Credicope	MG	100%	288,448	40,686	2,584	100%	219,861	39,350	2,348
Sicoob Credilivre	MG	100%	706,876	105,851	8,065	100%	495,622	102,819	4,407
Sicoob Credinorte	MG	100%	134,366	32,804	1,461	100%	123,771	30,086	854
Sicoob Credivale	MG	100%	279,358	50,270	2,877	100%	241,867	47,245	1,944
Sicoob Credioeste	MG	100%	195,297	29,286	772	100%	166,688	27,439	(370)
Sicoob Credialp	MG	100%	118,484	24,169	(50)	100%	108,097	24,042	1,001
Sicoob Cooperosa	MG	100%	28,712	6,509	192	100%	25,159	6,187	132
Sicoob Aracredi	MG	100%	241,051	43,749	228	100%	211,991	41,525	1,061
Sicoob Crediará	MG	100%	301,719	49,102	1,535	100%	250,213	47,373	2,234
Sicoob União Centro Oeste	MG	100%	149,996	32,072	2,593	100%	134,660	29,978	2,255
Sicoob Credibam	MG	100%	118,216	24,632	1,838	100%	101,072	24,019	1,281
Sicoob Belcredi	MG	100%	172,498	22,227	1,506	100%	160,686	21,493	2,575
Sicoob Credibom	MG	100%	403,357	58,031	3,239	100%	374,555	53,587	3,222
Sicoob Credisucesso	MG	100%	81,573	9,609	711	100%	68,997	9,527	(288)
Sicoob Credicampina	MG	100%	97,305	14,048	1,564	100%	93,067	15,682	(2,416)
Sicoob Credibelo	MG	100%	129,370	18,258	801	100%	119,046	16,888	1,661
Sicoob Crediaagro	MG	100%	115,688	33,682	1,200	100%	102,221	33,736	983
Sicoob Credcam	MG	100%	108,552	17,493	1,569	100%	93,108	16,126	1,064
Sicoob Credicapi	MG	100%	68,747	14,185	1,229	100%	63,426	13,935	624
Sicoob Centro União	MG	100%	157,148	28,686	2,564	100%	132,240	27,759	2,043

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Institutions	State	Ownership interest	6/30/2020			6/30/2019			Result
			Assets	Equity	Result	12/31/2019	6/30/2019		
						Ownership interest	Assets	Equity	
Sicoob Credicarpa	MG	100%	301,404	85,645	2,537	100%	280,039	85,328	6,453
Sicoob Credicarmo	MG	100%	116,988	31,861	2,359	100%	107,210	29,669	1,933
Sicoob Credicarmominas	MG	100%	206,887	26,200	1,824	100%	177,831	23,864	2,673
Sicoob Crediverde	MG	100%	197,094	30,643	3,968	100%	175,721	27,818	2,793
Sicoob Credindaia	MG	100%	59,746	9,267	1,634	100%	50,941	9,909	331
Sicoob Credicampo	MG	100%	213,860	31,258	2,415	100%	188,666	29,242	2,500
Sicoob Crediesmeraldas	MG	100%	89,813	14,703	103	100%	79,294	13,477	634
Sicoob Credisudeste	MG	100%	523,813	56,619	3,869	100%	470,155	57,591	2,058
Sicoob Credifor	MG	100%	277,855	35,377	2,115	100%	228,500	33,236	3,193
Sicoob Frutal	MG	100%	246,962	59,333	3,400	100%	216,303	55,754	2,841
Sicoob Crediguapé	MG	100%	42,919	7,152	(143)	100%	40,746	6,890	245
Sicoob Credinter	MG	100%	298,462	47,527	4,109	100%	251,253	41,606	2,072
Sicoob Guaranicredi	MG	100%	201,988	17,810	1,736	100%	174,086	15,960	1,018
Sicoob Agrocredi	MG	100%	1,114,402	235,874	18,619	100%	1,022,118	218,502	(9,308)
Sicoob Creditama	MG	100%	68,446	18,721	913	100%	59,592	18,113	1,222
Sicoob Credimil	MG	100%	133,231	32,966	1,092	100%	161,330	31,691	1,460
Sicoob Itapagipe	MG	100%	91,546	27,543	1,086	100%	81,522	26,947	1,562
Sicoob Crediuana	MG	100%	326,863	49,416	5,447	100%	281,854	48,390	6,392
Sicoob Credivag	MG	100%	123,169	27,113	1,573	100%	115,740	25,744	(290)
Sicoob Credipinho	MG	100%	134,368	19,164	2,450	100%	113,418	19,382	1,083
Sicoob Crediprata	MG	100%	237,777	34,877	3,567	100%	173,374	32,742	2,443
Sicoob Credicaf	MG	100%	455,289	63,671	2,477	100%	356,341	58,192	3,575
Sicoob Crediluz	MG	100%	203,260	20,650	3,518	100%	153,457	20,593	2,217
Sicoob Credimac	MG	100%	69,868	13,238	1,070	100%	57,854	12,325	1,331
Sicoob Montecredi	MG	100%	198,772	43,531	1,340	100%	219,949	40,563	2,584
Sicoob Credinor	MG	100%	379,235	64,500	5,728	100%	337,437	56,143	790
Sicoob União Central	MG	100%	212,798	32,036	2,133	100%	175,788	30,604	231
Sicoob Credipatos	MG	100%	622,958	81,136	6,924	100%	470,907	69,768	6,607
Sicoob Coopacredi	MG	100%	364,155	74,844	5,330	100%	322,640	70,111	6,042
Sicoob Credipel	MG	100%	134,211	18,099	2,075	100%	112,625	17,710	622
Sicoob Credipimenta	MG	100%	38,344	6,089	258	100%	33,984	5,910	181
Sicoob Credicoop	MG	100%	177,153	33,147	1,542	100%	160,031	30,976	2,543
Sicoob Credipéu	MG	100%	232,675	38,027	3,819	100%	205,822	35,840	2,988
Sicoob União	MG	100%	435,727	58,194	6,517	100%	344,790	50,355	3,192
Sicoob Sacramento	MG	100%	128,631	21,379	1,474	100%	89,389	18,962	862
Sicoob Credimonte	MG	100%	277,059	38,673	878	100%	237,096	38,528	577
Sicoob Credisales	MG	100%	39,329	10,456	1,417	100%	38,745	10,805	506
Sicoob São Gonçalo do Pará	MG	-	-	-	-	100%	-	-	476
Sicoob Credivass	MG	100%	601,811	80,212	9,874	100%	517,855	74,774	5,758
Sicoob Nossocrédito	MG	100%	505,789	73,093	3,277	100%	420,930	67,611	7,125
Sicoob Credivertentes	MG	100%	477,796	51,675	6,334	100%	409,598	69,197	3,083
Sicoob Credisavi	MG	-	-	-	-	100%	-	-	(543)
Sicoob Credisete	MG	100%	309,943	42,552	4,382	100%	267,915	38,705	3,092
Sicoob Creditiros	MG	100%	123,264	21,835	1,877	100%	100,440	19,591	1,680
Sicoob Copersul	MG	100%	166,473	26,289	1,453	100%	156,084	25,477	927
Sicoob Uberaba	MG	100%	186,011	26,477	495	100%	156,641	25,455	1,964
Sicoob Noroeste De Minas	MG	100%	387,461	64,876	9,650	100%	293,792	62,065	2,746
Sicoob Credivar	MG	100%	822,988	114,511	11,757	100%	682,399	102,056	8,402
Sicoob Credivaz	MG	100%	136,580	32,166	1,618	100%	100,483	29,108	1,816
Sicoob Credimata	MG	100%	254,683	36,177	2,529	100%	219,175	36,392	2,023
Sicoob Credcooper	MG	100%	382,553	47,792	8,019	100%	300,205	43,928	1,458
Sicoob Credirama	MG	100%	220,528	37,738	3,865	100%	174,517	34,249	4,524
Sicoob Credisg	MG	100%	384,342	78,240	3,937	100%	351,499	73,977	3,301
Sicoob Credinosso	MG	100%	33,779	7,596	304	100%	29,940	7,644	578
Sicoob Credifieng	MG	100%	317,501	38,526	2,181	100%	242,000	37,590	3,451
Sicoob Saúde	MG	100%	73,041	8,441	1,246	100%	64,101	8,453	566
Regional system Goiás			4,347,428	810,544	26,852		3,448,953	831,547	10,642
Sicoob Goiás Central	GO	100%	1,197,716	112,889	3,923	100%	795,785	112,022	4,672
Sicoob Agrorural	GO	100%	514,555	121,725	4,897	100%	399,171	122,619	6,719
Sicoob Centro-Sul	GO	100%	173,744	30,335	1,319	100%	127,944	31,179	1,870
Sicoob do Vale	GO	100%	243,528	33,727	994	100%	199,941	33,223	636
Sicoob Palmeiras	GO	100%	125,382	49,593	1,630	100%	113,095	47,934	1,892
Sicoob Crediforte	GO	-	-	-	-	100%	-	-	(2,700)
Sicoob Credisaúde	GO	-	-	-	-	100%	-	-	(684)
Sicoob Credijur	GO	100%	161,715	43,398	(104)	100%	133,925	43,141	1,241
Sicoob Credicapa	GO	100%	147,229	27,050	2,674	100%	106,794	25,270	392

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Institutions	State	Ownership interest	6/30/2020			6/30/2019			Result
			Assets	Equity	Result	12/31/2019	Equity	Result	
						Ownership interest			
Sicoob Credipar	TO	100%	234,851	40,075	1,997	100%	179,663	36,245	(3,520)
Sicoob Credi-SGPA	GO	-	-	-	-	100%	351,920	73,852	(7,127)
Sicoob Cerrado	GO	100%	84,761	17,716	1,339	100%	66,227	16,763	(54)
Sicoob do Vale Rio Crixás	GO	100%	40,678	12,919	(265)	100%	37,014	12,896	703
Sicoob Emprecred	GO	100%	162,140	44,723	2,456	100%	131,551	44,660	(41)
Sicoob Secovicred	GO	100%	775,960	139,728	(918)	100%	402,876	101,472	1,563
Sicoob Juriscredcelg	GO	100%	130,317	38,327	2,833	100%	122,657	37,079	2,075
Sicoob Credicer	GO	100%	69,323	17,564	842	100%	48,527	16,955	641
Sicoob Crediadag	GO	100%	285,527	80,775	3,234	100%	231,865	76,237	2,363
Regional system SC/RS			28,431,213	3,151,333	255,656		23,796,806	2,951,652	214,465
Sicoob Central SC/RS	SC	100%	8,774,493	401,450	14,065	100%	6,934,975	374,339	25,094
Sicoob Credicanoinhas/SC	SC	100%	828,827	104,291	10,510	100%	624,919	92,119	11,410
Sicoob Credial/SC	SC	100%	926,111	165,773	8,274	100%	820,780	159,206	5,865
Sicoob Credirio SC	SC	100%	384,048	26,786	2,161	100%	312,205	26,007	1,730
Sicoob Alto Vale	SC	100%	526,808	50,993	5,655	100%	416,549	46,670	5,278
Sicoob Credinorte	SC	100%	693,035	74,450	11,199	100%	573,091	71,104	6,071
Sicoob Creditaipu	SC	100%	864,701	175,521	7,109	100%	770,387	167,098	8,638
Sicoob Vale do Vinho	SC	100%	715,456	95,901	12,881	100%	620,327	91,189	6,476
Sicoob Caçador/SC	SC	100%	85,020	11,488	1,880	100%	72,162	10,511	867
Sicoob São Miguel SC	SC	100%	1,550,349	202,731	15,199	100%	1,355,979	193,950	18,412
Sicoob Valcredi Sul	SC	100%	385,883	54,882	1,435	100%	349,050	53,390	3,678
Sicoob - Crediauc/SC	SC	100%	1,141,643	144,323	14,544	100%	976,509	134,773	6,184
Sicoob Oestecredi	SC	100%	617,418	90,454	9,039	100%	547,773	85,686	5,510
Sicoob Maxicredito	SC	100%	3,061,720	345,290	50,837	100%	2,525,721	321,721	40,607
Sicoob Credija	SC	100%	864,094	125,953	12,557	100%	686,152	111,220	12,965
Sicoob Campos Novos	SC	100%	265,740	43,051	1,448	100%	274,185	41,702	1,335
Sicoob Creditapiranga SC	SC	100%	417,342	48,693	2,279	100%	378,165	45,278	(886)
Sicoob Credisulca SC	SC	100%	968,102	151,944	12,575	100%	843,684	147,274	15,120
Sicoob Credimoc SC	SC	100%	293,203	27,849	2,562	100%	234,052	27,267	966
Sicoob Original	SC	100%	454,299	57,687	4,918	100%	420,902	54,450	3,487
Sicoob Credivale/SC	SC	100%	568,917	58,441	3,909	100%	472,642	54,044	1,256
Sicoob/SC Canoas	SC	100%	113,031	21,484	566	100%	100,683	22,381	1,009
Sicoob Credicaru SC/RS	SC	100%	436,367	94,814	7,437	100%	367,728	85,473	6,072
Sicoob Crediplanalto SC/RS	SC	100%	460,455	64,473	10,223	100%	393,065	60,065	6,922
Sicoob Euro Vale	SC	100%	121,615	18,684	1,692	100%	103,890	17,786	1,145
Sicoob Crediserra SC	SC	100%	116,105	19,841	1,624	100%	98,341	18,715	394
Sicoob Crediuinão	SC	100%	64,600	9,441	872	100%	54,555	8,742	427
Sicoob-Crediarauçária/SC	SC	100%	174,747	24,706	1,300	100%	144,743	22,109	1,755
Sicoob Trentocredi SC	SC	100%	402,762	69,572	6,256	100%	373,476	62,967	5,243
Sicoob Multicredi	SC	100%	176,332	43,921	111	100%	161,886	41,685	3,298
Sicoob/SC Credisserrana	SC	100%	134,126	12,695	731	100%	107,541	11,069	(502)
Sicoob Credisc	SC	100%	151,212	22,949	3,242	100%	131,497	20,332	2,444
Sicoob - Transcredi	SC	100%	709,477	108,694	12,959	100%	581,824	102,028	6,615
Sicoob Creditrán	SC	100%	57,156	11,726	684	100%	43,422	11,390	846
Credpom	SC	100%	69,036	10,444	778	100%	66,726	9,927	663
Sicoob Advocacia	SC	100%	322,062	44,931	4,532	100%	307,597	41,219	4,587
Sicoob Ecocredi	RS	100%	322,449	40,202	(5,741)	100%	334,617	35,094	(8,407)
Sicoob Cejascred	SC	100%	77,893	11,880	1,400	100%	83,307	10,979	868
Sicoob Cooperando	RS	100%	62,972	51,920	1,423	100%	63,124	50,447	1,042
Cruz Alta	RS	100%	71,606	11,003	530	100%	68,576	10,246	(20)
Regional system São Paulo			24,151,178	3,901,625	110,049		20,913,805	3,827,398	136,776
Sicoob SP	SP	100%	6,221,604	270,526	5,696	100%	4,977,197	270,193	8,054
Sicoob Coopcredi	SP	100%	1,266,994	188,825	15,770	100%	1,272,167	187,527	18,761
Sicoob Cocrealpa	SP	100%	417,169	67,769	7,329	100%	354,883	65,326	3,639
Sicoob Credicitrus	SP	100%	6,588,049	1,624,042	105,578	100%	5,917,368	1,612,273	90,853
Sicoob Credimota	SP	100%	293,988	42,401	4,251	100%	199,814	38,639	3,026
Sicoob Cooplivre	SP	100%	324,934	40,331	3,260	100%	280,476	41,143	2,277
Sicoob Crediguacu	SP	100%	574,792	113,933	5,490	100%	474,715	114,171	12,467
Sicoob Credicoapec	SP	100%	486,002	101,239	8,384	100%	427,732	95,665	(3,577)
Sicoob Crediceripa	SP	100%	595,535	70,394	4,104	100%	473,050	66,741	7,461
Credicana	SP	100%	22,823	12,929	642	100%	13,023	12,215	11
Sicoob Coocreivre	SP	100%	391,391	143,471	4,839	100%	348,119	138,112	2,373
Sicoob Cocre	SP	100%	765,752	121,657	5,872	100%	651,944	115,878	7,462
Sicoob Credivale	SP	100%	371,426	66,388	5,504	100%	291,569	60,861	7,613
Credicoonai	SP	100%	838,803	98,978	(72,490)	100%	870,930	81,149	(50,207)
Sicoob Cecres	SP	100%	203,588	144,703	1,086	100%	205,336	150,691	4,461

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Institutions	State	Ownership interest	6/30/2020			6/30/2019			Result
			Assets	Equity	Result	12/31/2019	Equity	Result	
						Assets			
Sicoob Cocred	SP	100%	4,593,387	750,154	1,655	100%	4,000,887	734,178	22,521
Sicoob Coopcred	SP	100%	106,554	29,132	1,912	100%	92,510	28,341	(559)
Sicoob Credluder	SP	100%	88,387	14,753	1,167	100%	62,086	14,297	138
Regional system Norte			7,197,809	963,292	86,443		5,215,351	901,082	84,104
Sicoob Norte	RO	100%	1,732,195	69,890	2,150	100%	827,593	60,389	3,501
Sicoob Credip	RO	100%	1,636,310	239,874	28,593	100%	1,216,116	215,219	25,897
Sicoob Ourocredi	RO	100%	235,332	50,235	4,131	100%	193,321	46,905	2,941
Sicoob Acre	AC	100%	52,999	20,864	2,190	100%	46,844	19,712	883
Sicoob Credijurd	RO	100%	88,629	25,084	2,802	100%	87,637	26,622	3,479
Sicoob Amazonia	RO	100%	555,825	116,699	6,582	100%	458,223	117,915	2,545
Sicoob Portocredi	RO	-	-	-	-	100%	296,737	64,609	4,287
Sicoob Credisul	RO	100%	2,274,666	337,634	35,479	100%	1,610,972	256,310	34,984
Sicoob Centro	RO	100%	577,930	93,599	3,838	100%	459,942	89,625	5,906
Sicoob Credempresas - AM	AM	100%	25,301	4,828	759	100%	17,966	3,777	(320)
Eucred	RO	100%	18,622	4,584	(80)	100%	-	-	-
Regional system Planalto Central			2,346,005	562,887	32,299		2,079,446	553,733	33,668
Sicoob Planalto Central	DF	100%	718,128	198,976	7,637	100%	601,190	195,046	8,640
Sicoob Executivo	DF	100%	108,097	28,527	1,928	100%	109,174	26,218	1,884
Sicoob Judiciário	DF	100%	163,024	24,454	2,656	100%	124,437	23,829	2,559
Sicoob Credijustra	DF	100%	280,930	45,763	5,202	100%	250,312	44,655	5,249
Sicoob Credibrásilia	DF	100%	227,531	37,894	547	100%	191,053	37,393	1,389
Sicoob Crediembrapa	DF	100%	185,482	43,197	559	100%	182,675	40,180	571
Sicoob Cooperplan	DF	100%	27,605	7,321	542	100%	29,854	7,145	859
Sicoob Credfaz	DF	100%	198,003	84,554	5,120	100%	218,411	90,508	7,746
Sicoob Legislativo	DF	100%	60,163	16,409	565	100%	57,886	15,386	1,174
Sicoob Credsef	DF	100%	45,883	10,820	491	100%	43,864	10,715	545
Sicoob DFMIL	DF	100%	61,450	12,790	1,724	100%	57,402	12,164	1,775
Sicoob Empresarial	DF	100%	207,889	38,429	3,184	100%	166,320	37,998	2,164
Sicoob Credichapada	MG	100%	61,820	13,752	2,141	100%	46,867	12,495	(887)
Regional system Cecemge			21,757,052	2,844,486	210,499		19,128,276	2,674,735	187,552
Sicoob Central Cecemge	MG	100%	6,548,395	287,696	3,276	100%	5,773,796	252,750	3,158
Sicoob Credipontal	MG	100%	662,847	78,206	9,136	100%	580,118	71,442	300
Sicoob Credirural	MG	100%	268,988	33,444	2,304	100%	238,091	32,241	1,728
Sicoob Saromcredi	MG	100%	344,942	47,857	4,014	100%	289,939	45,437	3,802
Sicoob Credifril	MG	100%	332,836	48,724	2,696	100%	293,137	47,766	2,737
Sicoob Credileite	MG	100%	70,386	9,947	1,194	100%	57,166	8,430	292
Sicoob Credicom	MG	100%	3,148,131	460,137	38,341	100%	3,009,055	435,497	35,988
Sicoob Cofal	MG	100%	211,370	45,328	3,215	100%	202,948	43,280	3,315
Sicoob Arcomcredi	MG	100%	50,137	7,505	1,570	100%	40,650	7,013	311
Sicoob Divicred	MG	100%	524,244	60,055	4,582	100%	451,337	58,073	5,891
Sicoob Credivale	MG	100%	12,947	5,917	192	100%	11,629	5,792	101
Sicoob Credicopa	MG	100%	516,003	110,797	5,849	100%	444,668	105,168	5,856
Sicoob Ascicred	MG	100%	291,386	35,062	3,945	100%	244,925	33,732	4,420
Sicoob Vale do Aço	MG	100%	268,962	54,749	3,948	100%	210,896	53,880	3,111
Sicoob AC Credi	MG	100%	222,959	42,482	2,655	100%	190,594	39,748	6,262
Sicoob Coocrez	MG	100%	58,825	23,642	964	100%	61,833	23,017	951
Cecref	MG	100%	60,854	24,627	581	100%	55,361	24,060	764
Sicoob Cecemec	MG	100%	13,134	6,988	177	100%	11,244	7,277	394
Sicoob Coopsef	MG	100%	228,856	72,975	5,395	100%	222,322	77,104	6,373
Sicoob Coopjus	MG	100%	179,139	61,516	2,033	100%	167,607	59,184	1,893
Sicoob Nossacoop	MG	100%	379,215	36,508	6,475	100%	324,692	35,175	3,107
Sicoob Creditábil	MG	100%	44,195	7,981	165	100%	41,014	7,629	435
Sicoob Credesp	MG	100%	171,501	22,252	1,812	100%	153,201	20,160	659
Sicoob Centro-Oeste	MG	100%	465,859	82,469	1,979	100%	436,418	83,568	7,581
Sicoob Credicenm	MG	100%	228,279	24,294	4,094	100%	177,442	21,862	1,548
Sicoob Acicredi	MG	100%	48,140	7,093	579	100%	37,094	6,868	299
Sicoob Cosmipa	MG	100%	139,417	58,411	2,373	100%	107,466	56,467	3,086
Sicoob Cosemi	MG	100%	9,403	7,166	133	100%	8,995	7,007	173
Sicoob Credimepi	MG	100%	751,573	92,857	10,181	100%	590,588	84,236	8,244
Sicoob Credibelgo	MG	-	-	-	-	100%	-	-	158
Sicoob Lagoacred Gerais	MG	100%	339,087	46,896	5,520	100%	280,420	42,352	4,031
Sicoob Credinova	MG	100%	334,246	53,807	(1,048)	100%	303,447	53,087	3,076
Coopaço	MG	100%	16,714	14,386	102	100%	16,584	13,390	121
Sicoob Credigerais	MG	100%	404,615	96,627	7,894	100%	336,207	87,594	6,986
Sicoob Paraísocred	MG	100%	90,669	15,859	1,612	100%	84,714	14,414	574
Coopertim	MG	100%	10,603	9,344	450	100%	10,210	8,979	1,669

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Institutions	State	Ownership interest	6/30/2020			6/30/2019			
			Assets	Equity	Result	12/31/2019	6/30/2019		
						Ownership interest	Assets	Equity	Result
Sicoob Copesita	MG	100%	50,853	18,139	963	100%	44,524	17,781	1,256
Sicoob Credimed	MG	100%	31,783	10,031	265	100%	29,272	9,503	225
Sicoob Triângulo	MG	100%	18,930	7,371	28	100%	15,981	7,248	(62)
Sicoob Sertão Minas	MG	100%	81,738	12,600	1,294	100%	64,667	11,400	715
Sicoob Credimontes	MG	100%	61,043	12,686	807	100%	59,792	13,524	367
Credfenas	MG	100%	28,494	2,800	(310)	100%	31,096	2,948	(175)
Sicoob Coopcredi	MG	100%	50,611	9,602	692	100%	44,311	9,123	20
Sicoob Copermec	MG	100%	518,410	74,081	10,591	100%	400,124	71,182	8,257
Sicoob Coopemata	MG	100%	689,800	93,070	15,501	100%	538,204	86,206	12,435
Sicoob Engecred	MG	-	-	-	-	100%	-	-	(798)
Credisam	MG	100%	9,015	8,066	120	100%	8,678	7,729	121
Sicoob Ufvcredi	MG	100%	72,893	26,899	1,456	100%	69,304	26,002	1,645
Coopoços	MG	100%	9,762	6,660	347	100%	9,463	6,275	444
Sicoob Crediserv	MG	100%	28,129	14,811	606	100%	27,266	14,360	254
Sicoob Coopemg	MG	100%	245,049	28,510	7,260	100%	194,339	23,982	3,511
Sicoob Aracoop	MG	100%	1,225,796	181,519	14,169	100%	1,107,568	160,250	14,001
Sicoob Jus-Mp	MG	100%	289,051	46,437	5,116	100%	264,301	44,327	5,051
Sicoob Coopercorreios	MG	100%	68,530	24,374	408	100%	64,496	24,202	853
Sicoob Credpit	MG	100%	139,917	16,990	1,893	100%	117,171	15,266	1,952
Sicoob Sul de Minas	MG	100%	88,821	12,389	1,001	100%	73,927	11,773	2,066
Sicoob Credileste	MG	100%	210,612	40,470	4,735	100%	160,105	37,056	3,027
Sicoob Credialto	MG	100%	181,330	26,534	1,362	100%	145,802	24,229	(445)
Cecrem	MG	100%	6,706	6,142	38	100%	6,847	6,480	210
Sicoob Credjus	MG	100%	67,451	30,286	1,941	100%	63,610	27,937	1,754
Cooptek	MG	100%	16,710	15,842	382	100%	17,480	16,952	293
Coopseps	MG	100%	8,382	6,692	(86)	100%	8,107	6,382	13
Tupicred	MG	-	-	-	-	100%	1,847	1,683	77
Sicoob Coopcecic	MG	100%	5,494	4,589	61	100%	5,943	5,015	198
Sicoob Secovicred MG	MG	100%	102,886	13,293	1,470	100%	88,243	12,242	891
Regional system Cecresp			6,250,116	2,052,242	68,050		5,899,418	2,108,204	90,684
Sicoob Central Cecresp	SP	100%	1,740,763	129,606	3,095	100%	1,629,743	135,870	5,717
Sicoob Cred Copercana	SP	100%	54,330	20,204	543	100%	51,699	19,655	631
Sicoob Credsaúde	SP	100%	13,892	2,559	71	100%	11,095	2,736	183
Coopluzia	SP	100%	18,986	16,642	891	100%	17,102	14,797	722
Credirhodia	SP	100%	13,785	9,710	267	100%	13,807	9,671	(194)
Coopemesp	SP	100%	26,700	16,348	236	100%	26,357	17,193	503
Coopmil	SP	100%	292,158	142,163	1,667	100%	292,347	142,177	4,011
Sicoob Credimogiana	SP	100%	290,446	41,932	1,199	100%	266,232	33,952	2,720
Sicoob Coopercredi - SP	SP	100%	87,649	67,321	(1,014)	100%	93,360	66,229	(1,347)
Copercred	SP	100%	16,668	13,036	96	100%	16,183	12,921	27
Sicoob Credmetal	SP	100%	16,248	11,551	23	100%	17,477	12,289	279
Sicoob Circuito das Águas	SP	100%	45,357	7,932	412	100%	45,653	7,883	121
Sicoob Cressem	SP	100%	200,883	148,893	7,818	100%	192,992	150,616	7,845
Sicoob Cred Acif	SP	100%	230,384	26,015	1,672	100%	186,214	22,597	545
Copermed de Jaboticabal	SP	-	-	-	-	100%	-	-	(45)
Sicoob Cooptransp	SP	100%	17,199	10,722	58	100%	17,795	11,438	(257)
Sicoob Credçucar	SP	100%	144,503	14,268	1,543	100%	110,627	13,392	434
Magiscred	SP	100%	83,216	15,164	(1,690)	100%	87,282	15,880	(175)
Sicoob Crediconsumo	SP	100%	46,073	22,558	(591)	100%	44,989	22,425	(561)
Ouricred	SP	100%	102,776	15,733	869	100%	95,686	14,228	846
Sicoob Crediacisc	SP	100%	28,118	4,102	131	100%	25,526	3,808	(37)
Crediprodesp	SP	100%	20,921	19,821	385	100%	20,584	20,395	752
Sicoob Credicor/SP	SP	100%	47,092	6,836	970	100%	40,497	7,479	1,109
Sicoob Grande ABC	SP	100%	25,592	4,748	10	100%	21,549	4,829	87
Sicoob Cooperac	SP	100%	96,190	12,764	417	100%	83,713	13,796	1,005
Sicoob Crediacil	SP	100%	122,762	15,246	1,861	100%	94,177	12,192	733
Sicoob Credceg	SP	100%	308,215	63,650	8,978	100%	304,850	65,310	6,874
Sicoob Cred-Aci	SP	100%	30,264	5,339	230	100%	28,474	5,680	601
Judcred	SP	100%	5,433	3,298	56	100%	5,790	3,290	218
Sicoob Cred-Acilpa	SP	100%	17,772	5,713	165	100%	16,144	5,422	446
Sicoob	SP	100%	96,888	14,764	148	100%	84,017	14,347	1,009
Metalcred da Grande São Paulo	SP	100%	50,331	42,466	786	100%	49,225	43,968	1,861
Sicoob Crediacirc	SP	-	-	-	-	100%	-	-	491
Sicoob Acired	SP	100%	44,792	8,417	482	100%	41,060	8,149	479
Sicoob Cooperace	SP	100%	30,530	7,992	(119)	100%	27,480	8,289	722
Sicoob Cooperaso	SP	100%	40,096	14,003	266	100%	38,065	13,176	213

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All amounts in thousands of reais, unless otherwise stated

Institutions	State	Ownership interest	6/30/2020			6/30/2019			6/30/2019
			Assets	Equity	Result	12/31/2019	Assets	Equity	
Sicoob Paulista	SP	100%	347,008	48,062	4,691	100%	273,128	40,268	1,170
Sicoob Cecresa	SP	100%	11,194	8,761	(559)	100%	11,218	9,001	142
Cooperserv	SP	100%	38,788	14,216	1,161	100%	35,999	13,133	1,186
Cosae	SP	-	-	-	-	100%	-	-	(592)
Barracred Cosan	SP	100%	143,047	136,487	3,970	100%	135,597	120,101	3,159
Crediprodam	SP	100%	6,330	6,236	(11)	100%	7,105	7,145	110
Nossa Terra	SP	100%	13,664	13,018	333	100%	14,291	13,996	571
Coopercredi Fleury	SP	100%	9,876	9,369	218	100%	10,148	10,076	329
Sicoob Coopernapi	SP	100%	6,837	1,054	17	100%	6,107	2,330	(160)
Cooperemb	SP	100%	415,138	329,118	13,913	100%	408,126	340,138	17,587
Coopincor	SP	100%	-	-	-	100%	29,804	27,742	1,281
Crediafam	SP	100%	-	-	-	100%	-	-	169
Sicoob Santa	SP	100%	35,180	28,917	648	100%	34,093	30,639	1,078
Coocresb	SP	100%	5,193	2,836	62	100%	4,850	2,754	49
Crediaabc	SP	100%	36,723	25,847	445	100%	35,789	25,233	767
Cred Serv	SP	100%	14,290	13,413	679	100%	14,439	14,061	840
Sicoob Cooperfac	SP	-	-	-	-	100%	-	-	241
Cooper Vera Cruz	SP	-	-	-	-	100%	7,881	7,494	376
Cooperparques	SP	-	-	-	-	100%	-	-	(35)
Sicoob Cooper 7	SP	100%	13,911	10,980	1,147	100%	12,940	11,520	974
Cooperalesp	SP	-	-	-	-	100%	-	-	987
Avibras	SP	-	-	-	-	100%	-	-	534
Usagro	SP	100%	13,277	11,858	371	100%	12,822	11,497	395
Coopernitro	SP	-	-	-	-	100%	-	-	170
Coopervale	SP	100%	11,614	10,350	327	100%	12,216	11,369	456
Cooper-Sekurit	SP	-	-	-	-	100%	-	-	305
Piloncred	SP	100%	2,952	2,789	24	100%	2,764	2,645	94
Sicoob Pilkington	SP	-	-	-	-	100%	9,231	8,937	505
Selene	SP	100%	3,222	2,945	79	100%	3,167	3,015	152
Cooperpak	SP	100%	21,701	20,118	1,232	100%	22,961	21,276	1,490
Credi-Camda	SP	100%	5,579	5,055	67	100%	5,376	4,862	144
Coopermsd	SP	100%	13,191	12,718	237	100%	12,888	12,884	506
Cooperjs	SP	100%	2,385	2,236	(3)	100%	2,464	2,427	57
Crediscoop	SP	-	-	-	-	100%	-	-	(33)
Empresas Itau	SP	-	-	-	-	100%	-	-	200
Itapira	SP	-	-	-	-	100%	-	-	418
Eaton Valinhos	SP	100%	10,681	10,079	(28)	100%	10,962	10,420	77
Credi Nestlé	SP	100%	70,246	68,177	997	100%	70,748	69,996	2,932
Coopertel	SP	-	-	-	-	100%	-	-	57
Mondelez	SP	100%	43,082	39,942	1,361	100%	43,198	41,865	1,479
Cofasa	SP	-	-	-	-	100%	3,712	3,616	46
SKF	SP	100%	11,967	11,502	324	100%	12,739	12,853	465
Cooperfeis	SP	-	-	-	-	100%	-	-	150
Usicred	SP	100%	100,541	93,006	2,476	100%	98,526	94,636	3,307
Morlan	SP	100%	7,337	6,848	419	100%	7,552	7,015	427
Confab	SP	100%	10,750	9,786	258	100%	11,879	11,575	400
Crediaços	SP	-	-	-	-	100%	9,725	9,273	170
Elgin	SP	100%	5,831	5,107	192	100%	5,511	5,140	308
Cooperalpina	SP	-	-	-	-	100%	-	-	248
Credicebrace	SP	-	-	-	-	100%	-	-	618
Parker Hannifin	SP	-	-	-	-	100%	-	-	83
Metalcoopercred	SP	100%	12,453	10,837	699	100%	11,787	11,289	357
Coopaspacer	SP	-	-	-	-	100%	-	-	37
Credirhodia Paulínea	SP	100%	15,753	14,915	527	100%	16,196	16,187	517
Credieaton	SP	-	-	-	-	100%	-	-	53
Colorado	SP	100%	27,789	24,393	1,217	100%	25,334	23,317	1,411
Novelis	SP	100%	12,069	11,163	401	100%	11,537	11,101	443
Credmil	SP	100%	2,435	1,674	3	100%	2,618	1,604	(3)
Coopertrem	SP	100%	8,971	8,738	45	100%	8,929	8,894	187
Coopertakatapetri	SP	-	-	-	-	100%	-	-	1,181
Monsanto	SP	-	-	-	-	100%	-	-	82
Villares Metals	SP	100%	18,190	17,034	796	100%	19,149	18,443	766
Coopmwm Internacional	SP	100%	-	-	-	100%	-	-	360
Sicoob Credsaopaulo	SP	100%	313,912	41,136	(2,618)	100%	306,124	40,358	331
Regional system Nordeste			2,133,362	337,964	20,936		1,573,302	328,450	19,888
Sicoob Central NE	PB	100%	595,699	32,918	18	100%	322,571	32,261	16

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All amounts in thousands of reais, unless otherwise stated

Institutions	State	Ownership interest	6/30/2020			6/30/2019			
			Assets	Equity	Result	12/31/2019	6/30/2019		
						Ownership interest	Assets	Equity	Result
Sicoob Ceará	CE	100%	64,942	13,748	1,434	100%	58,528	13,725	782
Sicoob Centro Nordeste	PB	100%	36,439	15,437	500	100%	34,121	15,877	649
Sicoob Leste	AL	100%	114,622	35,245	2,841	100%	94,108	34,020	3,038
Sicoob Coopercred	PB	100%	28,875	8,630	29	100%	28,138	8,396	167
Sicoob Potiguar	RN	100%	48,377	10,116	436	100%	37,785	8,321	133
União Paraíba	PB	-	-	-	-	100%	-	-	(704)
Sicoob Pernambuco	PE	100%	229,804	33,071	3,271	100%	200,485	32,689	1,726
Sicoob Piauí	PI	100%	56,460	7,651	216	100%	43,861	6,876	(19)
Sicoob Centro Leste Maranhense	MA	100%	160,221	35,659	2,998	100%	120,153	33,142	(316)
Sicoob Oeste Maranhense	MA	100%	80,720	14,153	300	100%	59,333	13,585	479
Sicoob Paraíba	PB	100%	490,960	84,770	7,122	100%	370,689	84,718	11,288
Sicoob Sul Maranhense	MA	100%	50,871	3,827	187	100%	29,701	3,306	194
Sicoob Rio Grande Do Norte	RN	100%	175,371	42,739	1,583	100%	173,828	41,536	2,376
Regional system Rondon			2,388,094	303,617	6,550		1,653,620	283,082	2,243
Sicoob Central Rondon	MT	100%	560,812	37,394	573	100%	270,311	36,859	1,210
Sicoob Uniao MT/MS	MT	100%	399,916	50,977	(1,680)	100%	348,194	46,644	(2,392)
Sicoob Primavera MT	MT	100%	365,130	41,086	2,173	100%	240,038	35,387	2,068
Sicoob Cerrado MT	MT	100%	158,879	22,756	157	100%	106,899	19,070	532
Sicoob Ipê	MS	100%	62,837	5,724	990	100%	48,091	4,248	(198)
Sicoob Integração	MT	100%	320,074	63,076	(454)	100%	277,849	63,604	709
Sicoob Centro Sul MS	MS	100%	80,776	15,893	1,405	100%	74,627	15,452	1,080
Sicoob Norte MT	MT	100%	257,145	28,468	1,301	100%	155,904	25,099	899
Sicoob Fronteiras	RO	100%	182,524	38,242	2,085	100%	131,707	36,720	(1,665)
Regional system Unicoob			10,829,901	1,185,358	71,264		8,695,218	1,109,327	47,714
Sicoob Central Unicoob	PR	100%	2,430,546	130,600	(631)	100%	1,723,411	126,223	644
Sicoob Cooesa	PA	100%	77,336	12,650	1,495	100%	56,262	13,138	465
Coimppa	PA	100%	98,745	58,169	3,268	100%	94,050	57,559	2,795
Sicoob Unidas	PA	100%	68,817	20,523	303	100%	57,858	19,616	(392)
Sicoob Metropolitano	PR	100%	1,868,284	211,063	14,178	100%	1,563,063	195,009	16,933
Sicoob Vale Sul	PR	100%	671,379	72,203	9,511	100%	521,919	63,508	(57)
Sicoob Três Fronteiras	PR	100%	306,764	35,042	4,763	100%	232,612	29,657	2,173
Sicoob Unicoob Meridional	PR	100%	672,720	74,454	6,594	100%	559,734	71,754	5,396
Sicoob Ouro Verde	PR	100%	1,167,911	158,005	10,785	100%	1,012,139	159,256	5,241
Sicoob Unicoob Ouro Branco	PR	100%	262,510	39,589	(4,525)	100%	254,087	35,287	(3,043)
Sicoob Sul	PR	100%	786,019	86,821	15,071	100%	639,381	74,885	3,951
Sicoob Credicapital	PR	100%	727,774	79,071	3,284	100%	616,311	71,087	1,274
Sicoob Aliança	PR	100%	349,039	59,348	2,048	100%	308,640	55,874	5,681
Sicoob Arenito	PR	100%	389,471	36,974	2,550	100%	300,805	34,960	3,025
Sicoob Marechal	PR	100%	111,601	14,476	1,236	100%	88,874	13,382	408
Sicoob Unicoob Integrado	PR	100%	432,981	41,461	(793)	100%	347,069	38,236	2,347
Sicoob Horizonte	PR	100%	114,037	16,676	(454)	100%	94,924	16,918	18
Sicoob Médio Oeste	PR	100%	199,489	26,443	2,339	100%	161,718	22,116	141
Sicoob Transamazônica	PA	100%	94,479	11,791	244	100%	62,359	10,863	715
Regional system Unimais			1,776,606	192,100	8,055		1,667,102	183,825	9,297
Sicoob Unimais	SP	100%	520,066	26,568	581	100%	498,780	28,467	2,064
Sicoob Unimais Mantiqueira	SP	100%	417,180	53,288	1,801	100%	347,826	45,749	2,559
Unimais Centro Leste Paulista	SP	100%	274,660	37,717	809	100%	255,796	34,635	1,527
Unimais Metropolitana	SP	100%	564,699	74,526	4,864	100%	564,701	74,973	3,146
Regional system Uni			14,512,486	2,323,564	169,554		11,616,268	2,289,141	132,747
Sicoob Uni	GO	100%	4,277,649	155,666	6,761	100%	3,188,344	151,218	4,742
Sicoob Credi-Rural	GO	100%	2,076,086	514,052	44,215	100%	1,450,813	491,548	37,083
Sicoob Coopercred	GO	100%	286,817	108,879	386	100%	268,143	108,193	3,059
Sicoob Mineiros	GO	100%	496,846	185,021	11,001	100%	363,729	182,152	12,592
Sicoob Credigoiás	GO	100%	186,585	77,058	6,431	100%	140,573	93,718	(2,196)
Sicoob Goiânia	GO	100%	202,157	41,260	907	100%	236,765	38,822	3,016
Sicoob Credseguro	GO	100%	349,268	121,466	5,053	100%	330,483	123,614	7,346
Sicoob Engcred-Go	GO	100%	1,013,539	219,080	17,256	100%	944,062	215,204	15,396
Sicoob Lajcred	GO	100%	146,234	31,935	(444)	100%	121,475	30,552	1,265
Sicoob Credi Comigo	GO	100%	20,297	13,209	571	100%	18,939	12,943	526
Sicoob Empresarial	GO	100%	156,810	26,690	3,703	100%	113,018	24,574	2,937
Sicoob Cooprem	GO	100%	71,221	12,406	1,025	100%	44,209	11,880	1,283
Sicoob Unicentro Brasileira	GO	100%	3,143,589	471,994	47,684	100%	2,636,567	480,698	18,754
Sicoob Uniam	AM	100%	161,799	49,032	2,337	100%	139,583	48,249	4,887
Sicoob Unisaúde Goiás	GO	100%	263,555	42,427	4,455	100%	214,203	38,273	2,671
Sicoob Unirondônia	RO	100%	257,888	36,319	2,416	100%	223,114	34,245	2,178
Sicoob Unicentro Norte Goiano	GO	100%	821,855	130,487	12,659	100%	637,290	117,934	9,356

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Institutions	State	Ownership interest	6/30/2020			6/30/2019			
			Assets	Equity	Result	12/31/2019	6/30/2019		
						Ownership interest	Assets	Equity	Result
Sicoob Roraima	RR	100%	32,520	8,669	1,200	100%	24,864	8,003	805
Sicoob Unirbo	AC	100%	126,571	28,543	2,411	100%	134,845	26,530	1,351
Sicoob Unigarulhos	SP	-	-	-	-	100%	107,343	18,322	4,164
Medcred Ribeirão Preto	SP	100%	32,776	4,013	(1,812)	100%	35,327	4,275	-
Sicoob Uni Sudeste	MG	100%	388,425	45,357	1,340	100%	242,580	28,194	1,532
Regional system Rio			2,142,839	313,097	12,619		1,946,523	309,111	8,603
Sicoob Central Rio	RJ	100%	727,748	41,147	1,151	100%	638,862	43,065	2,503
Sicoob Servidores	ES	100%	82,345	29,706	1,705	100%	75,627	28,786	1,008
Sicoob Cecremef	RJ	100%	443,026	55,227	(994)	100%	457,025	57,692	(1,344)
Sicoob Coopjustiça	RJ	100%	175,226	69,669	5,694	100%	165,710	67,871	4,511
Sicoob Fluminense	RJ	100%	208,591	40,304	295	100%	165,717	37,150	330
Sicoob Coopvale	RJ	100%	26,342	9,190	1,317	100%	24,374	8,682	570
Sicoob Credicor/RJ	RJ	100%	27,158	6,978	(405)	100%	25,304	6,373	(967)
Sicoob Empresas RJ	RJ	100%	138,057	14,925	1,999	100%	81,535	14,053	411
Sicoob Coomperj	RJ	100%	314,345	45,951	1,857	100%	312,369	45,439	1,581
Investment Funds			3,596,405	3,545,794	49,949		3,155,242	3,074,814	81,349
Minascoop FI - RF - CP	DF	100%	206,658	205,489	1,136	100%	26,299	25,706	939
Bancoob Centralização FI - RF - CP	DF	100%	1,705,404	1,680,262	24,906	100%	1,597,562	1,562,086	36,682
Sicoob Institucional FI - RF - CP	DF	100%	1,406,847	1,383,503	23,188	100%	1,467,571	1,426,874	38,204
Sicoob Previdenciário FI - RF - IMA-B	DF	100%	25,256	25,714	(466)	100%	25,316	23,803	3,056
Sicoob Agências FI - Imobiliário	DF	100%	33,224	31,871	1,165	100%	33,064	31,255	1,098
Sicoob Multimercado FI	DF	100%	18,995	18,955	9	100%	1,836	1,800	3
Sicoob SP FI - Renda Fixa	DF	100%	200,020	200,000	12	100%	-	-	-
Sicoob Ações FI	DF	-	-	-	-	100%	3,593	3,291	160
Sicoob Unimais FI - Renda Fixa - CP	DF	-	-	-	-	100%	-	-	243
Sicoob Cocred FI - RF - CP	DF	-	-	-	-	100%	-	-	99
Sicoob Cocred FI - Multim. - CP	SP	-	-	-	-	100%	-	-	865
Total			241,798,657	30,569,002	1,611,313		200,502,579	29,175,137	1,455,451

2.8. Changes in the system

The following inclusions, mergers and exclusions of credit unions took place in the first half of 2020:

2.8.1 Inclusions

System	Credit union
Sicoob Norte	Eucred

2.8.2 Mergers

System	Merged credit union	System	Merging credit union
Sicoob Norte	Sicoob Portocredi	Sicoob Norte	Sicoob Credisul
Sicoob Cecresp	Cofasa	Sicoob Cecresp	Sicoob Paulista
Sicoob Cecresp	Coop Zanettini	Sicoob Cecresp	Metalcred da Grande São Paulo
Sicoob Cecresp	Crediaços	Sicoob Cecresp	Cooperemb
Sicoob Cecresp	Cooper Vera Cruz	Sicoob Cecresp	Sicoob Credimogiana
Sicoob Goiás	Sicoob Credi-SGPA	Sicoob Goiás	Sicoob Secoviced
Sicoob Uni	Sicoob Unigarulhos	Sicoob Uni	Sicoob Uni Sudeste

2.8.3 Exclusions

System	Credit union
Sicoob Cecremge	Tupicred
Sicoob Cecresp	Coopincor
Sicoob Cecresp	Sicoob Pilkington

2.9. Eliminations between Sicoob's entities

Combined balance sheets	6/30/2020			12/31/2019		
	Aggregate	Eliminations	Combined	Aggregate	Eliminations	Combined
Current and non-current assets						
Cash and cash equivalents	72,384,524	(46,259,645)	26,124,879	44,385,045	(31,944,699)	12,440,346
Compulsory deposits with the Brazilian Central Bank	1,510,306	-	1,510,306	1,281,858	-	1,281,858
Financial assets	149,996,518	(55,292,632)	94,703,886	137,060,319	(47,040,425)	90,019,893
Other receivables	10,566,947	(157,619)	10,409,328	10,919,496	(194,822)	10,724,675
Tax credits	234,650	-	234,650	161,473	-	161,473

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Equity interests in associates and subsidiaries	4,883,308	(4,318,498)	564,810	4,596,079	(4,061,207)	534,872
Property and equipment	2,166,514	-	2,166,514	2,055,925	-	2,055,925
Intangible assets	55,890	-	55,890	42,383	-	42,383
Total assets	241,798,657	(106,028,393)	135,770,263	200,502,579	(83,241,153)	117,261,426
Current and non-current liabilities						
Financial liabilities	198,299,516	(98,510,030)	99,789,486	159,487,493	(76,354,701)	83,132,792
Provisions	551,133	-	551,133	692,376	-	692,376
Tax liabilities	110,924	-	110,924	142,999	-	142,999
Other payables	10,656,770	264,306	10,921,076	9,889,073	244,665	10,133,738
Total liabilities	209,618,343	(98,245,724)	111,372,619	170,211,941	(76,110,036)	94,101,905
Equity	32,180,314	(7,782,670)	24,397,644	30,290,638	(7,131,117)	23,159,521
Total liabilities and equity	241,798,657	(106,028,394)	135,770,263	200,502,579	(83,241,153)	117,261,426

Combined statements of income	6/30/2020			6/30/2019		
	Aggregate	Eliminations	Combined	Aggregate	Eliminations	Combined
Income from financial intermediation	7,475,940	(1,092,376)	6,383,564	8,041,158	(1,568,464)	6,472,693
Expenses with financial intermediation	(2,256,639)	1,050,118	(1,206,522)	(3,194,007)	1,494,851	(1,699,156)
Provision for loan losses	(1,393,274)	7,123	(1,386,151)	(1,251,166)	4,627	(1,246,539)
Operating income	3,292,177	(1,184,104)	2,108,073	3,388,540	(1,573,712)	1,814,829
Operating expenses	(5,133,459)	1,032,236	(4,101,223)	(5,131,871)	1,365,330	(3,766,540)
Provision for contingencies	(116,959)	-	(116,959)	(114,860)	-	(114,860)
Non-operating income (expenses)	(40,581)	-	(40,581)	(14,193)	-	(14,193)
Income tax and social contribution	(67,960)	-	(67,960)	(95,724)	-	(95,724)
Profit-sharing	(63,587)	-	(63,587)	(49,892)	-	(49,892)
Profit (loss) for the six-month period	1,695,659	(187,004)	1,508,655	1,577,986	(277,368)	1,300,618
Interest on capital	(84,346)	-	(84,346)	(122,535)	-	(122,535)
Profit (loss) after interest on capital	1,611,313	(187,004)	1,424,309	1,455,451	(277,368)	1,178,083

2.10. Events after the reporting period

These are events that took place between the base date of the financial statements and the date of authorization for their issuance.

- **Adjusting events:** are those that provide further evidence of conditions that existed at the reporting date, and result in adjustments to the financial statements; and
- **Non-adjusting events:** are indicative of a condition that arose after the end of the reporting period and do not result in adjustments to the financial statements.

There were no events after the reporting date that would have an impact on these financial statements.

Note 3 – Summary of significant accounting policies

3.1. Accounting estimates and judgments

The preparation of combined financial statements in accordance with the Brazilian accounting practices described in Note 3 and requires Management to exercise its judgment to determine and record the accounting estimates, where applicable. Significant items subject to the application of estimates and assumptions include the valuation of the recoverable amounts of property and equipment and intangible assets, the provision for loan losses, the estimated realization of tax assets, the provision for cash outflows in connection with tax, labor and civil contingencies, and the valuation of securities and derivative financial instruments. The settlement amounts of the transactions may differ from the estimated amounts presented in the financial statements due to inaccuracies inherent in their determination process. The estimates and assumptions are reviewed on a half-yearly basis, in order to reflect the best available information.

3.2. Determination of results of operations

The results of operations are determined on the accrual basis of accounting. Service revenue, typical to the financial system, is recognized as the service is rendered to the member or third party.

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3.3. Foreign currency

Monetary assets denominated in foreign currency were translated into Brazilian reais at the exchange rate in effect on the balance sheet date, and currency translation differences were recorded in the statement of income for the period.

3.4. Cash and cash equivalents

Cash and cash equivalents comprise cash in local and foreign currency, and short-term interbank investments, maturing in up to 90 days from the investment date, and subject to immaterial risk of change in fair value. Cash and cash equivalents are used by Sicoob to manage its short-term obligations, as disclosed in Note 4 to the financial statements.

3.5. Short-term interbank investments

Short-term interbank investments are stated at the amount of the investment or acquisition, plus income earned up to the balance sheet date, and consist of transactions backed by federal government securities, as disclosed in Note 6.2.

3.6. Marketable securities

Where applicable, securities are classified based on a set of criteria for registration and valuation of security portfolios, defined by BCB Circular Letter 3,068/2001, in accordance with management's intention regarding their use, into three specific categories, in compliance with the following recognition criteria:

- (a) **Trading securities** - securities acquired to be frequently and actively traded, adjusted to market value with a corresponding entry to profit or loss for the period.
- (b) **Held-to-maturity securities** - securities acquired to be held to maturity, based on financial capacity studies, accounted for at acquisition cost plus any income earned.
- (c) **Available-for-sale securities** - securities that are not classified as "trading securities" or "held-to-maturity securities". These securities are adjusted to market value, and the result of the adjustment, net of tax effects, is recorded in a separate account in equity. Gains and losses, where applicable, are recognized in the statement of income.

The methodology for the marking-to-market of securities was established in compliance with consistent and verifiable criteria, which take into consideration the average trading price on the day of the calculation or, in the absence thereof, pricing models that reflect the probable net realizable value.

Income from securities, irrespective of the category in which they are classified, is accrued on a daily *pro-rata* basis, under the exponential or straight-line method, based on the return clauses and the acquisition cost distributed over the term of the investment, and recognized directly in the statement of income for the period.

When available-for-sale securities are sold, the difference between the selling price and the initial acquisition cost, adjusted for accrued income, is considered the result of the transaction and recognized on the transaction date within "Gains (losses) on securities".

3.7. Derivative financial instruments

In compliance with BCB Circular Letter 3,082/01, derivative financial instruments are measured at market value at least at the time the monthly trial balances and balance sheets are prepared. Any appreciation or depreciation is recognized directly in income or expense accounts for the respective derivative financial instrument, as disclosed in Note 6.1.1.

3.8. Provisions for credit risk

The provision for loan losses is calculated based on management's judgment concerning the risk level, considering the analysis and rating of the borrower and the transaction, in compliance with the parameters established by CMN Resolution 2,682/99. This Resolution requires a periodic analysis of the loan portfolio, as well as the classification of the operations into nine levels, of which "AA" corresponds to the lowest risk level

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and "H" the highest risk level. These rules also apply to the provisions for guarantees provided, recorded within liabilities.

Income from lending operations overdue for more than 60 days, irrespective of their risk level, is only recognized in profit or loss after it has been received.

Operations classified as risk level "H" are transferred to the offsetting account, with the corresponding debit entry to the provision account, six months after their classification into this risk level. Renegotiated operations are maintained in the same risk level in which they were classified prior to the renegotiation, and operations which had been previously recorded as losses start to be classified as risk level "H". Renegotiated operations are only transferred to the lowest risk level category after significant amortization has occurred, or when new relevant facts justify a change in their risk classification. Any gains arising from renegotiations are only recognized as income when effectively received. The provisions for loan losses, which are considered sufficient by Management, complies with the minimum requirement established in the aforementioned Resolution.

3.9. Investments

Investments are recorded at acquisition cost, and equity interests in subsidiaries and associates are accounted for under the equity method, as shown in Note 9.

3.10. Property and equipment

Property and equipment are recorded at acquisition, formation or construction cost, including interest and other capitalized financial charges, as shown in Note 10. Depreciation is calculated on a straight-line basis, in accordance with the following annual rates, based on the useful lives of the assets: properties in use - 5%; equipment in use - 10%; vehicles and data processing equipment - 20%.

Other expenditures are capitalized only when they can be associated with an increase in the economic benefits related to the asset. Any other type of expenditure is expensed in the statement of income when incurred.

3.11. Intangible assets

These correspond to rights acquired in intangible assets that are intended for the maintenance of the entities that comprise Sicoob or used for this purpose, as disclosed in Note 11. Intangible assets with a defined useful life are usually amortized on a straight-line basis during an estimated period of economic benefit. Intangible assets comprise software acquired from third parties, and are amortized at an annual rate of 20%.

3.12. Impairment test

Items of property and equipment as well as intangible assets are subject to the annual impairment test in accordance with CPC 01 (R1). If there is clear evidence that the assets are not stated at their recoverable amount, the impairment loss is recognized in profit or loss for the period reducing, consequently, the balances of the items in which such losses were identified (Notes 10 and 11).

3.13. Other current and non-current assets

These are stated at net realizable value.

3.14. Deposits

These comprise demand deposits, savings account deposits, time deposits, which include credit union deposit receipts (RDCs) and bank deposit certificates (CDBs), interbank deposits, and notice deposits, as shown in Note 12.1.

Savings accounts earn interest at rates established by the regulation in force and are recorded at the amount of the deposit plus any income earned in the period

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The funds from time deposits (RDC and CDB) are stated at the amount raised, plus any accrued income, on a *pro-rata* daily basis, at floating or fixed rates, and are redeemable at a pre-established date.

3.15. Repurchase agreement obligations

These obligations are stated at known or determinable amounts, which include accrued charges and monetary variations, net of the corresponding unrecognized expenses, where applicable (Note 12.2).

3.16. Borrowing and onlending obligations

Borrowings and onlendings are stated at known or determinable amounts, including accrued charges and monetary variations, net of the corresponding unrecognized expenses, where applicable, and comprise mainly funding obtained from government agencies such as the National Bank for Economic and Social Development (BNDES)/Government Agency for Machinery and Equipment Financing (FINAME), Ministry of Agriculture, Livestock and Food Supply (MAPA)/Funcafé, and Constitutional Funds, as disclosed in Note 12.5.

3.17. Employee benefits - Supplementary pension plan

Bancoob provides a defined contribution pension plan to the entire Sicoob network. The sponsor's monthly contributions to the plan are recognized as an expense in the statement of income for the period.

3.18. Income tax and social contribution

The provision for income tax is calculated at the rate of 15%, plus a 10% surtax. The social contribution, for banks, was set up at the rate of 15% for the months of January and February and 20% as from March, computed on taxable profit calculated as per the prevailing tax laws. For credit unions, the social contribution rate is 15%.

Income tax and social contribution credits were calculated in accordance with the aforementioned tax rates. Tax credits are recognized considering the expected generation of future taxable income, over a maximum period of up to ten years, pursuant to CMN Resolution 3355/06. The expected generation of future taxable income is supported by a technical study prepared by Management and updated twice a year.

3.19. Contingent assets and liabilities and legal obligations

Provisions are recognized in the balance sheet when Sicoob has a legal or constructive obligation as a result of a past event, and it is probable that an outflow of funds will be required to settle the obligation. Provisions are recorded based on the best estimates of the risk involved, as shown in Note 13.1.2.

The recognition, measurement, and disclosure of provisions and contingent assets and liabilities are carried out in accordance with CMN Resolution 3,823/2009, which requires financial institutions and other institutions authorized to operate by BACEN to comply with Technical Pronouncement CPC 25, issued by the Accounting Pronouncements Committee (CPC), as follows:

- (a) **Contingent assets** - Contingent assets are not accounted for, except when backed by real guarantees or final court decisions, for which a favorable outcome is virtually certain. Contingent assets for which a favorable outcome is classified as probable are only disclosed in the notes to the financial statements.
- (b) **Contingent liabilities** - Contingent liabilities are recognized under the advice of legal counsel, the nature of the lawsuits, similarities with previous proceedings, and the complexity of the lawsuits, when the risk of an unfavorable outcome is classified as probable, generating an outflow of funds to settle the obligation, and the amounts involved can be measured reliably. The lawsuits for which an unfavorable outcome is classified as possible are only disclosed in the notes to the financial statements when considered material on a stand-alone basis.

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(c) Legal obligations - These are obligations that derive from a contract, through implicit or explicit terms, a law or other legal instrument, which should be recognized by the member entities of Sicoob.

3.20. Other current and non-current liabilities

These are stated at known or determinable amounts including, where applicable, the corresponding charges and monetary variations incurred.

3.21. Technical Pronouncements - CPCs

The National Monetary Council approved the adoption of the following Technical Pronouncements issued by the CPC. The pronouncements applicable to institutions authorized to operate by the Brazilian Central Bank are reflected in these financial statements.

- CPC 00 (R2) - Basic Conceptual Pronouncement - approved by CMN Resolution 4,144/2012;
- CPC 01 (R1) - Impairment of Assets - approved by CMN Resolution 3,566/2008;
- CPC 03 (R2) - Statement of Cash Flows - approved by CMN Resolution 4,720/2019;
- CPC 05 (R1) - Related-party Disclosures - approved by CMN Resolution 4,636/2018;
- CPC 10 (R1) - Share-based Payment - approved by CMN Resolution 3,989/2011;
- CPC 23 - Accounting Policies, Changes in Accounting Estimates and Correction of Errors - approved by CMN Resolution 4,007/2011;
- CPC 24 - Events after the Reporting Period - approved by CMN Resolution 3,973/2011;
- CPC 25 - Provisions, Contingent Liabilities and Contingent Assets - approved by CMN Resolution 3,823/2009;
- CPC 33 (R1) - Employee Benefits - approved by CMN Resolution 4,424/2015; and
- CPC 46 - Fair Value Measurement - approved by CMN Resolution 4,748/2019.

The other Technical Pronouncements issued by CPC will be applied upon approval by the National Monetary Council (CMN). The following Technical Pronouncements were partially adopted by CMN:

- CPC 02 (R2) – Effects of Changes in Foreign Exchange Rates and Translation of Financial Statements - CMN Resolution 4,524/2016;
- CPC 04 (R1) - Intangible Assets - CMN Resolution 4,534/2016; and
- CPC 27 - Property, Plant and Equipment - CMN Resolution 4,535/2016.

Note 4 - Cash and cash equivalents

Cash and cash equivalents	6/30/2020	12/31/2019
Available funds	1,353,378	1,373,175
Local currency	1,324,213	1,356,281
Foreign currency	29,165	16,894
Cash equivalents	24,771,502	11,067,171
Short-term interbank investments (up to 90 days)	24,770,433	11,065,358
Investments in savings account deposits	1,069	1,813
Total	26,124,880	12,440,346

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Note 5 – Compulsory deposits with the Brazilian Central Bank

Breakdown	6/30/2020	12/31/2019
Compulsory reserves in cash	5,333	5,597
Compulsory reserves - savings account deposits	1,503,928	1,275,251
Other deposits with BACEN	1,045	1,010
Total	1,510,306	1,281,858
Current	1,510,306	1,281,858
Non-current	-	-

At June 30, 2020, compulsory investments were R\$ 22,741 (R\$ 24,724 at June 30, 2019).

Note 6 – Financial assets

6.1. Marketable securities and derivative financial instruments

Securities are classified as "available for sale", "held-for-trading" and "held to maturity". Their market value was calculated considering the following parameters:

- (a) **Federal government securities (LTNs, LFTs, NTNs)** - the index disclosed by the Brazilian Association of Capital and Financial Markets Institutions (ANBIMA) is used.
- (b) **National Treasury Certificates (ECTNs)** - securities relating to renegotiations of rural credit transactions assumed from credit unions, whose face value is equivalent to the amount of debt, restated at the rate of 12% p.a. plus the General Market Price Index (IGPM) variation.
- (c) **Investment funds (FIs)** - the value of the fund shares on the last working day, disclosed by the fund's administrators, is used.
- (d) **Investment funds (FIDCs)** – subordinated shares - the latest price disclosed by the fund's administrator for the subordinated share, which represents the fair value of the fund's net assets, is used. The value of the subordinated quota is used for FIDCs.
- (e) **Private securities** - are marked to market periodically, using an in-house methodology that considers primarily the prices available on liquid markets. Alternatively, fair values are calculated based on a method that considers the average spreads (for similar private securities) adopted for Sicoob's own portfolio, in accordance with the size of the issuer.
- (f) **Derivative financial instruments** - the methodology for the marking-to-market of securities was established in compliance with consistent and verifiable criteria, which take into consideration the average trading price on the day of the calculation or, in the absence thereof, pricing models that reflect the probable net realizable value in accordance with the characteristics of the derivative.

Marketable securities, including derivative financial instruments and short-term interbank investments, are held under the custody of B3 or SELIC, except for investment fund shares for which records are kept by the respective administrators.

Securities classified as "held to maturity" are supported by a study that proves the financial capacity and Management's intention to hold them to maturity.

The credit unions are released from the obligation to classify the securities held in their portfolios into the three categories foreseen in Circular Letter 3,068/2001. Accordingly, for purposes of presentation of the combined financial statements, the securities held by these credit unions were classified as "Available for sale", since they do not fit into the other categories.

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6.1.1 Securities and derivative financial Instruments

Classification/Securities	Maturity			6/30/2020	12/31/2019
	With no maturity date and up to 3 months	From 3 months to 1 year	Over 1 year	Closing balance	Closing balance
I - Available-for-sale securities	4,890,599	2,908,326	16,296,596	24,095,521	25,492,406
Own portfolio	1,938,566	1,709,220	8,792,791	12,440,577	14,137,850
Financial Treasury Bills	1,535,634	368,755	5,892,054	7,796,443	9,797,280
National Treasury Bills	-	-	1,214	1,214	-
Bank Deposit Certificates	-	-	-	-	1,737
Investment fund shares	227,114	-	-	227,114	266,813
Financial Bills (LFs)	175,818	1,275,586	2,746,071	4,197,475	3,830,052
Agribusiness Receivables Certificates (CRAs)	-	-	69,107	69,107	70,027
National Treasury Certificates	-	56,610	24,335	80,945	87,777
Rural Producer Note	-	-	39,856	39,856	-
Debentures	-	-	20,154	20,154	20,202
Other	-	8,269	-	8,269	63,962
Subject to Repurchase Agreements	1,705,544	-	2,132,200	3,837,744	3,952,540
Financial Treasury Bills	1,705,544	-	2,132,200	3,837,744	3,952,540
Linked to the provision of guarantees	1,246,489	1,199,106	5,371,605	7,817,200	7,402,016
Financial Treasury Bills	1,246,489	1,049,531	5,293,874	7,589,894	7,168,849
Financial Bills (LFs)	-	149,575	77,731	227,306	233,167
II - Trading securities	458,867	706,039	784,405	1,949,311	2,411,672
Own portfolio	458,867	706,039	784,405	1,949,311	2,411,672
Financial Treasury Bills	-	-	7,976	7,976	903,215
National Treasury Notes	857	2,001	20,701	23,559	24,582
Rural Producer Note	4,136	10,279	7,540	21,955	9,625
Rural Product Note	-	-	121,245	121,245	-
Financial Bills (LFs)	449,064	610,586	296,365	1,356,015	1,440,321
Time deposits with special guarantee	4,810	83,173	330,578	418,561	33,929
III - Held-to-maturity securities	-	-	10,357	10,357	11,872
Own portfolio	-	-	10,357	10,357	11,872
Bank Credit Notes	-	-	10,357	10,357	11,872
IV - Derivative financial instruments	37	-	-	37	122
Futures	37	-	-	37	122
Total	5,349,503	3,614,365	17,091,358	26,055,226	27,916,072
Current	-	-	-	9,748,273	10,388,654
Non-current	-	-	-	16,306,953	17,527,418

During the six-month period, there were no reclassifications of securities between the categories.

6.1.2 Cost and market value of securities

Categories	6/30/2020		12/31/2019	
	Cost	Market	Cost	Market
Available-for-sale	24,161,662	24,144,201	25,491,339	25,491,057
Government securities	19,307,692	19,311,620	21,005,378	21,006,751
Private securities	4,626,856	4,605,467	4,219,148	4,217,493
Investment fund shares	227,114	227,114	266,813	266,813
Held for trading	1,947,734	1,949,311	2,406,969	2,411,672
Government securities	27,773	31,535	923,461	927,797
Private securities	1,919,961	1,917,776	1,483,508	1,483,875
Held-to-maturity	10,357	10,355	11,872	11,854
Private securities	10,357	10,355	11,872	11,854
Total	26,119,750	26,103,869	27,910,180	27,914,581

Although marking to market adjustments are only made for Bancoob's and investment fund's securities, according to the classifications for which this procedure is applicable, the credit unions' securities were marked to market for presentation purposes.

6.1.3 Income from securities and derivative financial instruments

Breakdown	Note	6/30/2020	6/30/2019
Income from fixed-income securities		491,231	634,493
Income from investments in interbank deposits	(a) and 6.2.1	294,775	538,852
Income from investment funds		1,281	4,950
Income from fixed-income securities		30	7
Income from derivative transactions		16,714	8,539
Expenses with securities and derivative financial instruments		(48,505)	(13,785)
Total	(a)	755,526	1,173,056

(a) The decrease in income from securities and short-term interbank investments resulted from the fall in interest rates.

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6.2. Short-term interbank investments

	Note	Maturity			6/30/2020	12/31/2019
		Up to 1 month	Up to 3 months	From 3 months to 1 year		
Investments in repurchase agreements		4,755,893	20,014,540	-	24,770,433	11,065,358
Resales pending settlement - own resources	(a)	4,755,893	20,014,540	-	24,770,433	11,065,358
Investments in interbank deposits		515,595	98,590	62,054	40,153	716,392
Investments in savings account deposits		1,069	-	-	1,069	1,813
Total		5,272,557	20,113,130	62,054	40,153	25,487,894
Current					25,467,741	11,864,493
Non-current					40,153	-

(a) Transactions backed by federal government securities carried out mainly between Bancoob and other financial institutions.

6.2.1 Income from short-term interbank investments

	Note	6/30/2020	6/30/2019
Own resources		278,685	447,948
Third-party resources		-	35,441
Income from investments in interbank deposits		16,090	55,463
Total	(a) and 6.1.3	294,775	538,852

(a) The decrease in income from short-term interbank investments resulted from the fall in interest rates.

6.3. Lending operations

	6/30/2020	12/31/2019
Loans and discounted bills	46,415,828	41,415,568
Borrowings	8,077,200	7,016,275
Rural and agribusiness financing	17,640,113	16,680,057
Real estate financing	120,693	72,618
Total lending operations	72,253,834	65,184,518
(-) Provisions for loan losses	(4,321,566)	(3,878,018)
Total lending operations - net of provision	67,932,268	61,306,500
Current	35,399,002	34,335,292
Non-current	36,854,832	30,849,226

6.3.1 Loan portfolio by industry and maturity

Industry	Note	Expired	Falling due					Over 15 years	6/30/2020	12/31/2019
			Falling due in up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years			
Rural and agribusiness financing		145,504	2,823,142	7,483,720	4,624,722	1,513,920	1,049,105	-	17,640,113	16,680,057
Individuals		649,745	3,540,549	6,524,548	8,309,788	3,264,276	1,831,474	7,560	24,127,940	20,150,718
Real estate financing		29	1,664	4,061	10,978	10,429	47,300	46,232	120,693	72,618
Legal entities										
Services		210,445	1,353,587	2,731,979	4,299,791	1,607,121	559,819	2,040	10,764,782	10,112,588
Manufacturing		228,603	1,665,020	2,086,924	2,883,394	1,070,538	297,780	243	8,232,502	7,101,788
Commerce		338,741	2,358,087	3,247,585	4,000,316	1,173,547	239,318	1,991	11,359,585	10,356,072
Other	(a)	396	2,704	1,969	2,705	244	165	36	8,219	710,677
Total		1,573,463	11,744,753	22,080,786	24,131,694	8,640,075	4,024,961	58,102	72,253,834	65,184,518
Current		1,573,463	11,744,753	22,080,786	-	-	-	-	35,399,002	34,335,292
Non-current		-	-	-	24,131,694	8,640,075	4,024,961	58,102	36,854,832	30,849,226

(a) Relates mostly to legal entities which operate in Commerce/Manufacturing industries, and therefore, do not fit into the manufacturing or commerce activities on an individual basis.

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6.3.2 Provisions for loan losses - by risk level

Risk	Percentage	6/30/2020			12/31/2019		
		Balance of the portfolio	% of the portfolio	Amount of provision	Balance of the portfolio	% of the portfolio	Amount of provision
AA	-	4,315,420	5.97	-	3,874,050	5.94	-
A	0.50	27,177,774	37.61	135,685	25,351,040	38.89	126,755
B	1.00	18,426,861	25.50	184,269	16,949,693	26.00	169,497
C	3.00	13,535,474	18.73	405,464	11,379,734	17.46	341,392
D	10.00	3,691,710	5.11	368,971	3,114,859	4.78	311,486
E	30.00	1,724,128	2.39	516,738	1,464,148	2.25	439,244
F	50.00	1,011,728	1.40	505,614	834,643	1.28	417,322
G	70.00	552,590	0.77	386,714	480,093	0.74	336,065
H	100.00	1,818,149	2.52	1,818,111	1,736,258	2.66	1,736,257
Total		72,253,834	100.00	4,321,566	65,184,518	100.00	3,878,018

6.3.3 Ordinary lending operations

Falling due installments	In up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years	Over 15 years	6/30/2020	12/31/2019
AA	910,652	1,255,056	1,271,856	542,705	319,753	4,113	4,304,135	3,834,785
A	4,494,225	8,748,967	8,711,071	3,281,985	1,820,689	32,711	27,089,648	25,176,578
B	2,950,017	6,030,480	6,332,193	2,115,382	862,608	9,047	18,299,727	16,754,671
C	2,279,097	3,983,879	4,826,998	1,589,235	585,256	4,339	13,268,804	11,067,623
D	580,623	1,019,810	1,288,939	445,173	149,709	3,014	3,487,268	2,891,195
E	207,531	418,272	607,686	236,126	93,595	2,196	1,565,406	1,301,400
F	105,663	211,771	343,144	161,579	49,908	965	873,030	710,675
G	58,178	112,635	186,522	67,339	27,407	257	452,338	391,764
H	158,597	309,981	553,396	200,550	116,036	1,455	1,340,015	1,283,455
Total	11,744,583	22,090,851	24,121,805	8,640,074	4,024,961	58,097	70,680,371	63,412,146
Current	11,744,583	22,090,851	-	-	-	-	33,835,434	32,561,314
Non-current	-	-	24,121,805	8,640,074	4,024,961	58,097	36,844,937	30,850,832

6.3.4 Extraordinary lending operations

Past-due installments	In up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years	Over 15 years	6/30/2020	12/31/2019
AA	11,285	-	-	-	-	-	11,285	39,265
A	88,126	-	-	-	-	-	88,126	174,462
B	127,133	1	-	-	-	-	127,134	195,022
C	266,029	641	-	-	-	-	266,670	312,111
D	200,982	3,460	-	-	-	-	204,442	223,664
E	106,644	52,078	-	-	-	-	158,722	162,748
F	57,965	80,733	-	-	-	-	138,698	123,968
G	34,367	65,885	-	-	-	-	100,252	88,329
H	108,802	359,437	9,895	-	-	-	478,134	452,803
Total	1,001,333	562,235	9,895	-	-	-	1,573,463	1,772,371
Current	1,001,333	562,235	-	-	-	-	1,563,568	1,757,087
Non-current	-	-	9,895	-	-	-	9,895	15,285

The loans renegotiated in the first six months of 2020 totaled R\$ 4,608,895 (R\$ 2,195,558 in 2019) and related to payroll-deductible loans, rural credit, and lending operations.

6.3.5 Concentration of lending operations

	6/30/2020	%	12/31/2019	%
10 largest debtors	504,365	0.70	579,384	0.89
50 next largest debtors	1,357,228	1.88	1,313,909	2.02
100 next largest debtors	1,583,601	2.19	1,430,575	2.19
Other	68,808,640	95.23	61,860,650	94.90
Total	72,253,834	100.00	65,184,518	100.00

6.3.6 Changes in provisions for loan losses

	6/30/2020	12/31/2019
Balance at the beginning of the six-month period	3,878,018	3,032,203
Addition (reversal) of provisions for loan losses	1,305,425	2,294,084
Lending operations written off as losses	(861,877)	(1,448,269)
Balance at the end of the six-month period	4,321,566	3,878,018

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6.3.7 Gains (losses) on lending operations

	6/30/2020	6/30/2019
Loans and discounted bills	4,191,388	3,966,639
Borrowings	503,626	417,742
Rural and agribusiness financing	656,627	600,554
Real estate financing	3,693	1,449
Other	774	544
Sub-total	5,356,108	4,986,928
Recovery of receivables written-off as losses	241,566	287,022
Total	5,597,674	5,273,950

Note 7 - Other assets

7.1. Payment transactions

	Note	6/30/2020	12/31/2019
Payment transactions - Credit card	(a)	4,000,981	4,357,757
Payment transactions - Acquiring services	(b)	2,572,517	3,439,504
Sub-total		6,573,498	7,797,261
(-) Provisions for credit risk losses - Credit card		(50,598)	(51,967)
Total payment transactions - net of provision		6,522,900	7,745,294
Current		4,688,783	5,244,070
Non-current		1,884,715	2,553,191

(a) Relates to transactions carried out by holders of Cabal, MasterCard and Visa credit cards. Credit card transactions are operated by Bancoob.

(b) Relate to acquiring operations, which are centralized at Bancoob.

7.2. Other

	Note	6/30/2020	12/31/2019
Guarantees and sureties honored	(a) and 7.3	157,392	129,484
Deposits in court	(b) and 13.1.2	451,493	592,961
Other settlement systems	(c)	469,329	-
Checks and other documents remitted	(d)	562,667	4,083
Taxes recoverable or to be offset		148,256	169,382
Notes and credits receivable		149,267	141,239
Other receivables with loan characteristics		40,289	45,989
Salary prepayments and advances		56,731	12,444
Advance payments on property and equipment		45,798	33,215
Prepaid expenses		55,546	49,341
Payments to be reimbursed		74,173	129,878
Debtors for purchase of assets	(e)	277,133	265,200
Assets not for own use - Properties	(f)	1,347,546	1,037,491
Assets under a special regime	(f)	-	297,586
Other assets not for own use	(f)	17,361	16,831
Inventories of materials		8,089	7,527
Prepaid expenses	(g)	148,498	117,308
Amounts receivable - Fees		48,442	43,555
Other		153,000	115,147
Sub-total		4,211,011	3,208,663
Provisions for credit risk losses - Other receivables		(161,901)	(146,357)
Provisions for other receivables without loan characteristics		(40,346)	(37,633)
(-) Provision for impairment of other assets	(h)	(138,385)	(76,543)
Total provisions for other receivables		(340,632)	(260,534)
Total		3,870,379	2,948,129
Current		1,905,481	885,951
Non-current		1,964,898	2,062,178

(a) Guarantees and sureties honored by individual credit unions on lending operations.

(b) Relates to deposits in court made by Sicoob's entities, at the request of the court or in accordance with a strategy adopted by these entities, without actual settlement of the contingent liability.

(c) Relates to checks received.

(d) Relates to checks issued.

(e) Relates mainly to notes receivable for the sale of properties received in renegotiations of loan debts, which have been substantially adjusted by the Long-term Interest Rate (TJLP) or Interbank Deposit Certificate (CDI) variation.

(f) Properties received in lieu of payment of loan debts.

(g) Comprised mostly of commissions payable on lending operations, deferred based on the contractual provisions.

(h) The increase in the provision for impairment of other receivables and assets results from the increase in the amount of properties received in lieu of payment.

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7.3. Other receivables with loan characteristics

Other receivables with loan characteristics	Note	6/30/2020	12/31/2019
Payment transactions - Credit card	7.1	4,000,982	4,357,757
Debtors for purchase of assets	7.2	277,133	265,200
Guarantees and sureties honored	7.2	157,392	129,484
Other notes and receivables with loan characteristics	7.2	40,289	45,989
Total portfolio of other receivables with loan characteristics		4,475,796	4,798,431
(-) Provisions for credit risk losses - Payment transactions - Credit card	7.1	(50,598)	(51,967)
(-) Provisions for credit risk losses - other	7.2	(161,901)	(146,357)
Total provisions for credit risk losses	7.3.5	(212,499)	(198,324)
Total other receivables - net of provision		4,263,297	4,600,107
Current		4,250,879	4,575,022
Non-current		224,917	223,409

7.3.1 Provisions for non-performing receivables, by risk level

Risk	Percentage	6/30/2020			12/31/2019		
		Balance of the portfolio	% of the portfolio	Amount of provision	Balance of the portfolio	% of the portfolio	Amount of provision
AA	-	23,768	0.53	-	35,493	0.74	-
A	0.50	2,752,540	61.50	13,763	3,114,239	64.90	15,571
B	1.00	884,328	19.76	8,843	833,033	17.36	8,330
C	3.00	435,741	9.74	13,072	457,968	9.54	13,739
D	10.00	147,524	3.30	14,752	148,415	3.09	14,841
E	30.00	62,968	1.41	18,890	59,585	1.24	17,876
F	50.00	21,305	0.48	10,652	15,231	0.32	7,616
G	70.00	50,322	1.11	35,227	47,056	0.98	32,939
H	100.00	97,300	2.17	97,300	87,411	1.82	87,411
Total		4,475,796	100.00	212,499	4,798,431	100.00	198,324

7.3.2 Concentration of other receivables with loan characteristics

	6/30/2020	%	12/31/2019	%
10 largest debtors	105,616	2.36	96,103	2.00
50 next largest debtors	96,666	2.16	73,106	1.52
100 next largest debtors	51,642	1.15	47,040	0.98
Other	4,221,872	94.33	4,582,182	95.49
Total	4,475,796	100.00	4,798,431	100.00

7.3.3 Ordinary transactions of other receivables with loan characteristics

Falling due installments	In up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years	Over 15 years	6/30/2020	12/31/2019
AA	934	9,959	5,943	2,182	4,728	22	23,768	35,493
A	455,403	2,229,154	38,703	20,872	8,137	14	2,752,283	3,114,028
B	154,325	697,740	15,728	8,513	7,588	103	883,997	832,802
C	80,141	303,695	24,773	10,380	16,523	-	435,512	457,347
D	32,553	106,286	4,757	1,552	1,989	91	147,228	145,718
E	6,251	11,628	7,259	1,961	2,850	142	30,091	28,993
F	595	1,059	748	434	527	-	3,363	2,192
G	314	449	6,431	3,243	22,198	18	32,653	33,145
H	1,401	2,607	2,188	718	1,258	275	8,447	12,858
Total	731,917	3,362,577	106,530	49,855	65,798	665	4,317,342	4,662,577
Current	731,917	3,362,577	-	-	-	-	4,094,494	4,441,452
Non-current	-	-	106,530	49,855	65,798	665	222,848	221,125

7.3.4 Extraordinary transactions of other receivables with loan characteristics

Past-due installments	In up to 3 months	From 3 to 12 months	From 1 to 3 years	From 3 to 5 years	From 5 to 15 years	Over 15 years	6/30/2020	12/31/2019
AA	-	-	-	-	-	-	-	-
A	257	-	-	-	-	-	257	211
B	331	-	-	-	-	-	331	231
C	224	5	-	-	-	-	229	621
D	295	1	-	-	-	-	296	2,697
E	26,529	6,348	-	-	-	-	32,877	30,592
F	8,269	9,673	-	-	-	-	17,942	13,039
G	6,579	11,090	-	-	-	-	17,669	13,911
H	11,241	75,543	2,069	-	-	-	88,853	74,553
Total	53,725	102,660	2,069	-	-	-	158,454	135,854
Current	53,725	102,660	-	-	-	-	156,385	133,570
Non-current	-	-	2,069	-	-	-	2,069	2,284

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7.3.5 Changes in the provisions for loan losses - other receivables

	6/30/2020	12/31/2019
Balance at the beginning of the six-month period	198,324	138,063
Addition (reversal) of provisions for loan losses	14,175	60,261
Balance at the end of the six-month period	212,499	198,324

Note 8 - Tax credits

8.1. Balances

The tax credits recorded and presented in Sicoob's combined financial statements arise from those recorded in Bancoob and Bancoob DTVM, as shown below:

Breakdown	6/30/2020		12/31/2019	
	Income tax	Social contribution	Income tax	Social contribution
Provision for loan losses	177,579	177,579	154,524	154,524
Civil and labor contingencies	14,503	14,503	13,815	13,815
Other comprehensive income (marked-to-market adjustments to marketable securities)	9,830	9,830	815	815
Profit sharing	5,158	5,158	13,008	13,008
Commission on SIPAG Acceleration Program	3,021	3,021	2,759	2,759
Government Severance Indemnity Fund for Employees (FGTS) - 50% - Executive Board	1,912	1,912	1,966	1,966
Provisions for the national sales campaign	20,518	20,518	20,943	20,943
Incentive Program - Credit	140,024	140,024	59,813	59,813
Card bonus	133,454	133,454	127,791	127,791
Legal fees	1,518	1,518	1,518	1,518
Other provisions	14,005	14,005	6,730	6,730
Amount	521,522	521,522	403,682	403,682
Tax rates	25%	20%, 15%	25%	15%
Tax credits recognized	130,381	104,269	100,921	60,552
Current	-	-	-	-
Non-current	130,381	104,269	100,921	60,552

8.2. Changes in tax credits

Changes	6/30/2020		12/31/2019	
	Income tax	Social contribution	Income tax	Social contribution
At December 31				
Deferred tax assets	100,921	60,552	63,731	38,271
Deferred tax liabilities	(284)	(170)	(566)	(340)
Sub-total	100,637	60,382	63,165	37,931
Adjustment to profit (loss)	27,031	41,773	37,097	22,225
Tax credits recognized	102,333	94,002	357,952	214,771
Tax credits derecognized	(75,302)	(52,229)	(320,762)	(192,490)
Changes in deferred taxes	-	-	(93)	(56)
Adjustment to equity (securities)	2,713	2,113	375	226
Tax credits recognized	10,482	8,064	-	-
Tax credits derecognized	(8,053)	(6,121)	-	-
Changes in deferred taxes	284	170	375	226
Changes	29,744	43,887	37,472	22,451
At June 30				
Deferred tax assets	130,381	104,269	100,921	60,552
Deferred tax liabilities	-	-	(284)	(170)
	130,381	104,269	100,637	60,382

8.3. Expected realization of tax credits

Based on a study conducted by Management, which considered the expected generation of future taxable profit, the tax credits will be realized in up to 10 years, as follows:

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Year	Nominal amount	Present value
2020	133,860	133,532
2021	23,206	22,285
2022	9,270	8,551
2023	11,531	10,034
2024	14,845	12,186
2025 to 2039	41,938	32,478
Total tax credits	234,650	219,066

The present value of tax credits was calculated considering the SELIC rate projected for the realization years.

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Note 9 - Investments

Investments made by Central Credit Unions in Sicoob Confederation are stated at cost, and investments made by Bancoob and credit unions in associates and subsidiaries are valued under the equity method, and recorded in Non-current assets, within "Investments". Results from equity interests were included in the combined statement of income, within "Equity in the results of subsidiaries and associates".

Corporate shareholdings	Note	6/30/2020				12/31/2019				
		Ownership interest %	Investment amount	Goodwill	Equity in the results	Ownership interest %	Investment amount	Goodwill	Equity in the results	
Sicoob Confederation	(a)	100.00	268,029	-	-	100.00	268,019	-	-	
Cabal Brasil Ltda.	(b)	80.00	42,364	2,355	3,557	80.00	38,807	3,644	2,712	
Bancoob PAR	(c)	100.00	55,260	-	24,158	100.00	51,102	-	14,143	
Consórcio Ponta	(d)	99.99	68,715	-	4,138	99.99	64,577	-	5,866	
Sancor Seguros	(e)	25.00	27,635	-	(2,409)	25.00	26,294	-	2,770	
Sicoob Minaseg	(e)	99.99	20,613	-	10,274	99.99	18,061	-	1,729	
Other		-	46,805	-	4,976	-	31,504	-	1,002	
Other investments										
Sicoob agências - Real estate investment fund	(f)	-	33,035	-	-	-	32,864	-	-	
Total		-	562,456	2,355	44,694	-	531,228	3,644	28,222	
Current			-	-	-		-	-	-	
Non-current			562,456	2,355	-		531,228	3,644	-	

(a) Third-level credit union established by Sicoob's central cooperatives for the purpose of safeguarding the interests of the System, by standardizing, overseeing and integrating operations, finances, regulations, and technology. This credit union also defines communication and marketing policies and strategies, mainly as regards the Sicoob brand.

(b) Sicoob's operator of MasterCard, Visa and Cabal credit cards, controlled by Bancoob.

(c) Investment in Bancoob Participações em Seguridade S.A. – Bancoob PAR Seguridade, holder of an equity interest in Sicoob Seguradora.

(d) Sicoob's Consortium Administrator controlled by Bancoob.

(e) Investments held by two Sicoob's central credit unions.

(f) Relates to investment property held by a real estate investment fund.

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Note 10 - Property and equipment

Property and equipment in use	6/30/2020			12/31/2019		
	Cost	Accumulated depreciation	Net balance	Cost	Accumulated depreciation	Net balance
Construction in progress	273,676	-	273,676	262,462	-	262,462
Land	202,439	-	202,439	193,978	-	193,978
Buildings	1,050,809	(263,522)	787,287	773,859	(170,784)	603,074
Furniture and fixtures/Equipment and facilities	1,128,257	(861,405)	266,852	1,110,783	(449,702)	661,082
IT equipment	612,275	-	612,275	777,566	(442,528)	335,038
Other	60,477	(31,233)	29,244	856	(564)	291
Sub-total	3,327,933	(1,156,160)	2,171,773	3,119,504	(1,063,579)	2,055,925
Impairment of assets	-	-	(5,259)	-	-	-
Total	3,327,933	(1,156,160)	2,166,514	3,119,504	(1,063,579)	2,055,925
Current	-	-	-	-	-	-
Non-current	3,327,933	(1,156,160)	2,166,514	3,119,504	(1,063,579)	2,055,925

Note 11 - Intangible assets

Intangible assets	6/30/2020			12/31/2019		
	Cost	Accumulated amortization	Net balance	Cost	Accumulated amortization	Net balance
Software	220,538	(170,229)	50,309	202,501	(160,117)	42,384
Other	14,200	(8,300)	5,900	-	-	-
Sub-total	234,738	(178,529)	56,209	202,501	(160,117)	42,384
Impairment of assets	-	-	(320)	-	-	-
Total	234,738	(178,529)	55,889	202,501	(160,117)	42,384
Current	-	-	-	-	-	-
Non-current	234,738	(178,529)	55,889	202,501	(160,117)	42,384

Note 12 - Financial liabilities

12.1. Breakdown by type and maturity

Breakdown	Maturity				6/30/2020	12/31/2019
	With no defined maturity	Up to 3 months	From 3 to 12 months	Over 1 year		
Demand deposits	24,562,168	-	-	-	24,562,168	17,097,270
Savings deposits	7,660,908	-	-	-	7,660,908	6,507,717
Interbank deposits/Rural interbank deposits	-	2,382,968	1,483,645	343,189	4,209,802	4,703,957
Bank Deposit Certificates (CDBs)	-	1,453	83,275	618,639	703,368	645,858
Notice deposits	-	-	324,976	-	324,976	350,275
Credit Union Deposit Receipts (RDCs)	52,773,554	-	-	-	52,773,554	44,840,953
Other	18	-	-	-	18	16
Total	84,996,647	2,384,421	1,891,896	961,828	90,234,793	74,146,047
Current	84,996,647	2,384,421	1,891,896	-	89,272,965	73,332,330
Non-current	-	-	-	961,828	961,828	813,716

12.1.1 Concentration of depositors

	6/30/2020	%	12/31/2019	%
10 largest depositors	3,883,575	4.30	4,243,763	5.72
50 next largest depositors	2,671,800	2.96	2,370,119	3.20
100 next largest depositors	2,163,926	2.40	1,749,975	2.36
Other	81,515,492	90.34	65,782,189	88.72
Total	90,234,793	100.00	74,146,046	100.00

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12.2. Repurchase agreement obligations

	Maturity			6/30/2020	12/31/2019
	Up to 3 months	From 3 months to 1 year	Over 1 year		
Own portfolio - Financial Treasury Bills (LFT)	40,771	-	-	40,771	73,583
Total	40,771	-	-	40,771	73,583
Current	40,771	-	-	40,771	73,583
Non-current	-	-	-	-	-

12.3. Funds from acceptance of bills of exchange, real estate and mortgage notes, and debentures

Agribusiness Credit Notes	Maturity			6/30/2020	12/31/2019
	Up to 3 months	From 3 months to 1 year	Over 1 year		
Fixed rate	35,528	48,865	28,979	113,372	47,503
Floating rate	1,337,960	2,321,087	2,108,586	5,767,632	5,246,443
LFG-LTEL	-	10,018	-	10,018	-
Total	1,373,487	2,379,970	2,137,565	5,891,023	5,293,946
Current	1,373,487	2,379,970	-	3,753,458	3,704,657
Non-current	-	-	2,137,565	2,137,565	1,589,289

12.4. Expenses with money market funding

Breakdown	Note	6/30/2020	6/30/2019
Savings deposits		90,786	113,995
Interbank deposits		68,217	74,218
Time deposits (CDB and RDC)		821,048	1,264,508
Notice deposits		6,627	12,165
Money market funding		1,725	12,360
Funding through Agribusiness Credit Notes		88,613	117,389
Other		58,504	48,467
Total	(a)	1,135,520	1,643,102

(a) The decrease in funding expenses follows the reduction in the SELIC rate.

12.5. Borrowing and onlending obligations

Onlending obligations of Brazilian institutions are mainly represented by funds obtained from BNDES/FINAME, National Treasury, Banco do Brasil, and Funcafé, and mature up to 2038, bearing finance charges of up to 11.18 % p.a.

	Note	With no defined maturity	Maturity			6/30/2020	12/31/2019
			Up to 3 months	From 3 months to 1 year	Over 1 year		
BNDES		-	69,338	286,904	1,728,983	2,085,225	1,930,171
FINAME		-	91,065	413,056	692,601	1,196,721	1,136,575
Funcafé		-	11,117	138,128	123,108	272,353	485,537
Banco do Brasil	(a)	-	2,425	8,777	16,682	27,885	31,475
Other financial institutions	(b)	-	1,493	3,432	23,129	28,054	31,420
Total onlendings in Brazil		-	175,438	850,297	2,584,502	3,610,238	3,615,177
Current		-	175,438	850,297	-	1,025,735	1,152,683
Non-current		-	-	-	2,584,502	2,584,503	2,462,494

(a) Mostly relating to onlending of funds from the Midwest Constitutional Financing Fund (FCO).

(b) Onlendings held mainly with Bradesco, Itaú, and HSBC.

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12.5.1 Borrowing and onlending obligations

	6/30/2020	6/30/2019
BNDES	33,006	32,923
FINAME	19,186	17,445
Funcafé and financial institutions	18,228	4,660
Banco do Brasil	580	851
Other	-	169
Total	71,000	56,048

Note 13 - Provisions for contingencies and legal obligations

13.1. Contingencies

The entities that comprise Sicoob are parties to tax-related lawsuits and administrative proceedings. These lawsuits are classified by risk of loss by internal under advice of external legal counsel considering the nature and specifics of each lawsuit, as well as legal precedents of higher courts.

The provisions for lawsuits are recognized, measured and disclosed as follows:

A provision is recognized only when:

- (a) Sicoob's entities have a present legal or constructive obligation as a result of past events;
- (b) it is probable that an outflow of resources will be required to settle the obligation; and
- (c) the amount of the obligation can be estimated reliably. In the event any of the above conditions is not met, the provision is not recognized.

Based on these assumptions, where it is probable that a present obligation exists at the balance sheet date, Sicoob records a provision, and, if this is not probable, the contingent liability is disclosed, unless the possibility of an outflow of resources is considered remote.

Management believes that the provision recorded is sufficient to cover any losses arising from the existing lawsuits, as shown below:

13.1.1 Lawsuits classified as involving risk of probable loss

The contingencies classified as involving risk of probable loss basically arise from labor and tax lawsuits and administrative proceedings inherent in the normal course of business, filed by third parties, former employees and public agencies.

13.1.2 Deposits in court and provisions for contingencies

Type of lawsuit	Note	6/30/2020		12/31/2019	
		Deposits in court	Provisions	Deposits in court	Provisions
Tax		413,180	275,408	555,991	422,811
Labor		11,647	23,854	10,774	26,284
Civil		26,666	57,469	26,196	60,158
Total	7.2	451,493	356,731	592,961	509,253
Current		-	-	-	-
Non-current		451,493	356,731	592,961	509,253

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13.1.3 Changes in provisions for contingencies

	Tax	Labor	Civil	Total	Total
Opening balance at December 31, 2019	422,811	26,284	60,158	509,253	812,781
Additions/reversals/adjustments/utilization	(147,403)	(2,430)	(2,689)	(152,522)	(303,528)
Closing balance at June 30, 2020	275,408	23,854	57,469	356,731	509,253

1.3.1.4. Nature of lawsuits classified as involving risk of probable loss

The nature of lawsuits classified by the legal advisors as involving risk of probable loss is described below:

- (a) **Tax** - these lawsuits are being discussed at the administrative level, and relate to tax assessment notices received from the Federal Revenue Service with respect to Corporate Income Tax (IRPJ), Social Contribution on Net Income (CSLL), Social Integration Program (PIS), and Social Contribution on Revenues (COFINS) levied on returns from financial investments, as well as to the increase in the COFINS tax rate.
- (b) **Civil** - these lawsuits basically relate to contractual terms, registration of clients with credit protection services, and pain and suffering.
- (c) **Labor** - relate mainly to lawsuits filed by former employees disputing severance pay.

13.1.5 Schedule of expected cash outflows

Due to the nature of the existing contingencies and the complexity of Brazilian legal environment, there are uncertainties that do not allow a reasonable definition of the schedule for the future settlement of the lawsuits

13.1.6 Contingencies classified as involving risk of possible loss

Lawsuits classified as possible losses are not recognized and are only disclosed when the amount involved is material. This classification includes:

- (a) civil lawsuits claiming pain and suffering, and material damages caused by the credit unions;
- (b) civil lawsuits claiming improper collection and registration with credit protection services;
- (c) civil lawsuits challenging contractual reviews of lending operations;
- (d) civil lawsuits discussing Bancoob's joint liability in relation to deposits made into credit unions;
- (e) civil lawsuits discussing Bancoob's civil liability for an error made by a credit union;
- (f) labor lawsuits;
- (g) tax and social security administrative proceedings (Accident Prevention Factor (FAP), Scholarships and Social Integration Program (PIS));
- (h) action filed by the Bank for annulment of a tax assessment notice. The tax assessment notice the Bank intends to annul through the aforementioned action refers to the amount deducted by Bancoob from the tax base in 2008. The deduction arose from the compensatory nature of the amount paid by Bancoob, as decided at the Extraordinary General Meeting, due to errors in services provided under the Bank's responsibility.

13.1.7 Total contingencies classified as involving risk of possible loss

Under the advice of legal counsel of Sicoob's members, management estimates that the lawsuits in which these entities are defendants totaled R\$ 189,452 at June 30, 2020 (R\$ 674,228 at December 31, 2019).

13.2. Provisions for guarantees

The guarantees provided by Sicoob's entities through financial charges relating to endorsements and sureties totaled R\$ 6,960,763 at June 30, 2020 (R\$ 6,951,055 at December 31, 2019).

The income for the period from guarantees provided amounted to R\$ 1,899 (R\$ 689 at June 30, 2019).

The provisions recorded for guarantees provided are subject to the same criteria established by Resolution 2,682/99 for classifying the credit risk posed by the borrowers. At June 30, 2020, a provision of R\$ 107,922 was recorded (R\$ 105,584 at June 30, 2019) to cover any losses on these guarantees. In the same period, provisions of R\$ 97,325 (R\$ 67,063 at June 30, 2019) were reversed.

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Note 14 - Other payables

14.1. Payment transactions

	Note	6/30/2020	12/31/2019
Payment transactions	(a)	3,407,898	3,589,860
Obligations related to payment transactions		1,956,627	2,417,074
Obligations related to payment arrangement services		1,357	1,029
Total		5,365,882	6,007,963
Current		5,365,882	6,007,963
Non-current		-	-

(a) Mainly comprised of acquiring operations, which are centralized at Bancoob.

14.2. Social and statutory obligations

	Note	6/30/2020	12/31/2019
Dividends and bonuses payable		83,137	4,702
FATES		410,012	465,251
Provision for profit sharing		46,548	77,400
Bonuses payable		26,654	34,488
Capital units payable		337,171	302,983
Other		10,382	2,683
Total		913,904	887,507
Current		913,904	887,507
Non-current		-	-

14.3. Tax and social security obligations

	Note	6/30/2020	12/31/2019
PIS/COFINS/ISSQN and other taxes		56,452	58,741
Taxes payable on third-party services		13,821	15,842
Taxes and contributions on salaries		121,653	109,534
Total		191,926	184,117
Current		191,926	184,117
Non-current		-	-

14.4. Other

	Note	6/30/2020	12/31/2019
Collection of taxes and similar charges	(a)	469,234	35,124
Third-party funds in transit	(b)	104,401	37,235
Payment Orders	(c)	841,529	683,000
Cashier's checks	(d)	398,380	37,960
Provision for the payment of administrative expenses	(e)	647,414	572,426
Provision for personnel expenses		514,836	487,230
Obligations related to official agreements - INSS		31,613	30,413
Payments not yet processed		26,002	18,118
Payables to third parties		39,972	59,025
Settlement - collection	(f)	222,895	37,055
Checks deposited		58,610	83,341
Payables for acquisition of assets and rights		28,491	33,594
Obligations related to fund shares	(g)	541,650	505,072
Guarantee fund for deposits/assets	(h)	122,288	114,852
Commissions payable		9,250	7,599
Other		392,798	304,036
Total		4,449,363	3,046,080
Current		4,449,363	3,046,080
Non-current		-	-

(a) Relate mainly to the receipt of federal, state and municipal taxes, and FGTS and INSS amounts to be transferred.

(b) Relate mainly to amounts received for the payment of public utility companies and agreements, such as: electricity and gas, water supply and sewage treatment, and telecommunications, among others.

(c) Relates to payment orders pending settlement which had not been cleared up to 6/30/2020.

(d) Relates to amounts in checks and other documents received.

(e) Relates to provisions for the payment of expenses such as water, electricity, gas, rental, communication, publicity and advertising, among others.

(f) Relates mainly to amounts received for payment of collection documents.

(g) Relates to fund shares held by non-members of Sicooob.

(h) Relates to guarantee funds for assets and deposits, established by central credit unions.

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Note 15 – Equity

15.1. Share capital

Capital is comprised of units of R\$ 1.00 each, which grants the right to one vote to each member of the System, irrespective of the number of units held.

During the six-month period, capital increased by R\$ 737,600 (increase of R\$ 983,210 at June 30, 2020). Write-offs of capital totaled R\$ 481,075 in the period (R\$ 341,536 at June 30, 2019). The number of members at June 30, 2020 was as follows:

Associates	6/30/2020	6/30/2019
Individuals	3,925,889	3,662,530
Companies	924,150	801,622
Total	4,850,039	4,464,152

15.2. Capital reserves

This reserve is formed by statutory allocations of surpluses, at a percentage established in the bylaws, and is used to offset losses and support the credit unions' activities. Capital reserves comprise reserve fund, reserves for expansion, reserves for contingencies, legal reserve and other reserves.

15.3. Dividends

Bancoob's shareholders are entitled to mandatory minimum dividends corresponding to 5% of the adjusted profit for the period. Bancoob approved the distribution of dividends totaling R\$ 4,340, equivalent to R\$ 4.32 per thousand shares (R\$ 6,078, equivalent to R\$ 6.43 per thousand shares at 12/31/2019).

15.4. Interest on capital

Interest on capital is computed on the balance of paid-up capital and adjusted by the SELIC rate, limited to 12% per year, as established by Law 5,764/1971.

The percentage used to adjust the members' balance of paid-up capital may vary among the credit unions. Bacen Circular Letter 2,739/1997 determines that for the purposes of the combined statement of changes in equity, interest on capital initially recorded in the statement of income should be reclassified and charged to equity. Interest on capital is paid on the last day of the year, either through a deposit on current account, or as paid-in capital.

The provision for interest on capital distributions was R\$ 84,346 (R\$ 122,535 at June 30, 2019).

15.5. FATES - Fund for Technical, Educational and Social Assistance

As provided for in Law 130/2009, this fund is intended for educational activities and the provision of assistance to the members, their relatives, and credit unions' employees. Funds arising from activities unrelated to the core business of the credit unions, as well as at least 5% of the net surplus for the year, are allocated to FATES, as provided for in the bylaws. The amounts payable are recognized within a specific line item in liabilities, in accordance with the Accounting Chart for Institutions of the National Financial System (COSIF). The amounts allocated to FATES in the first six-month period of 2020 totaled R\$ 7,755 (R\$ 4,369 at June 30, 2019).

15.6. Losses computed

Pursuant to Supplementary Law 130/2009, the losses computed for the year by credit unions are covered by the Legal Reserve funds. In the event the aforementioned funds are not sufficient, the losses will be apportioned among the members and covered by future years' surpluses, upon approval by the general meeting.

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15.7. Surplus

Surplus is distributed and allocated in accordance with the bylaws of each entity, and in compliance with BCB standards, as approved by the Annual General Meeting.

15.8. Other comprehensive income

These adjustments resulted from the mark-to-market of available-for-sale securities, net of the income tax and social contribution effects (Note 8.1), and applicable only to securities held by Bancoob. The effects from these adjustments resulted in the negative amount of -R\$ 6,025 at Ju30, 2020 (- R\$ 2,789 at June 30, 2019).

15.9. Approval of allocations

The allocations of surplus from the previous year are carried out up to the end of April of the following year, in accordance with the legislation in force and the bylaws of central and individual credit unions. Surpluses are allocated to make up reserve funds, to FATES, to set up reserves, to increase capital, or to be distributed to the members' current account, net of tax effects.

Due to the Covid-19 pandemic, some of the credit unions' meetings scheduled to be held by the end of April were postponed to July 31, 2020 by Provisional Measure 931/2020. The same Provisional Measure provided for remotely-held meetings and the extension of the mandates of the Board of Directors and the Statutory Audit Board. Many of Sicoob's members opted to conduct virtual meetings using the MOOB app.

The surplus from previous year, of R\$ 222,103 (R\$ 119,296 at June 30, 2019), was distributed to the associates. The capital increase with surplus totaled R\$ 286,429 (R\$ 533,461 at June 30, 2019).

Note 16 - Operating revenue

16.1. Income from services rendered and banking fees

	Note	6/30/2020	6/30/2019
Income from collection services		206,416	190,716
Income from payment transaction services		171,128	164,446
Income from prepayments of obligations related to payment transactions	(a)	126,443	183,911
Income from services rendered- commissions	(b)	226,863	55,640
Income from credit card services		111,456	241,326
Income from banking fees		40,252	19,621
Income from management of investment funds		4,581	3,900
Income from acquiring services		1,953	1,137
Income from banking fees		478,988	435,113
Income from public utility companies		75,590	14,526
Other		6,489	2,834
Total		1,450,159	1,313,170

(a) Relates to income from advance of receivables for payment transactions.

(b) Relates to commissions received for sales of services or products.

16.2. Other operating income

	Note	6/30/2020	6/30/2019
Income from credit cards		143,871	83,705
Recovery of charges and expenses		165,138	98,224
Reversal of operating provisions		3,098	3,344
Income from Onlendings - Del Credere		10,489	2,283
Adjustment of deposits in court		7,500	13,010
Charges and fees		8,513	1,409
Acquiring operations		111,737	132,354
Income from brokerage, consortia and insurance		18,169	2,249
Surpluses received from Sicoob Confederation		-	271
Income from fines and interest		26,208	26,870
Reversal of provision for guarantees provided	13.2	97,325	67,063
Other		21,172	42,655
Total		613,220	473,437

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Note 17 – Operating expenses

17.1. Personnel expenses

	Note	6/30/2020	6/30/2019
Fees paid to officers and directors		202,515	190,477
Salaries	(a)	923,986	854,550
Social charges	(b)	351,010	328,699
Benefits	(c)	322,659	283,119
Training		6,576	12,348
Interns		10,621	10,140
Total		1,817,367	1,679,333

(a) Relates mainly to salaries, overtime, and provisions for 13th month salary and vacation pay.

(b) Relates mainly to provisions for the National Institute of Social Security (INSS) and Government Severance Indemnity Fund for Employees (FGTS) charges.

(c) Relates mainly to health care benefits, and transportation/meal vouchers provided to employees.

17.2. Administrative expenses

	Note	6/30/2020	6/30/2019
Water, electricity and gas		38,098	38,389
Rentals		132,524	109,713
Communication		85,496	80,838
Maintenance and upkeep		40,811	38,656
Materials		24,472	23,544
Data processing	(a)	93,385	84,018
Promotions and public relations		49,949	60,292
Advertising and publicity		40,594	44,131
Financial System Services	(b)	169,760	156,019
Travel		15,953	26,273
Outsourced services		102,524	97,904
Security and surveillance		111,018	98,558
Specialized technical services		104,113	95,470
Transportation		81,377	79,451
Insurance		18,343	16,789
Depreciation and amortization		136,275	116,071
Legal expenses and notarial fees		24,369	25,051
Apportionment of Sicoob Confederation expenses - other		161,917	128,999
Other administrative expenses		77,719	82,472
Total		1,508,697	1,402,638

(a) Relates mostly to the apportionment of technology services provided by Sicoob Confederation.

(b) Relates mainly to expenses with settlement and clearance services, issue of check books, the Brazilian Payment System (SPB), Centralized Check Clearance Service (COMPE) processing fees, services rendered to credit card brands, fees paid to inspection agencies etc.

17.3. Tax expenses

	6/30/2020	6/30/2019
Social Contribution on Revenues (COFINS)	61,550	57,127
Social Integration Program (PIS/PASEP)	15,616	14,578
Tax on Services of Any Kind (ISSQN)	39,023	33,574
Municipal taxes, fees, and others	14,724	14,246
Other	958	2,294
Total	131,871	121,819

17.4. Other operating expenses

	Note	6/30/2020	6/30/2019
Credit card administration expenses		214,590	246,805
Expenses with collection fees		70,118	25,582
Discounts granted		37,953	46,813
Contributions to the guarantor fund		45,760	7,691
Contributions to development, reimbursement, stability, and liquidity funds		8,442	20,520
Cancellation of pending fees		47,512	36,394
Return of income		1,621	11,337
Sundry contributions		24,377	26,079
Contributions to the fund for information technology		2,399	24,255
Acquiring operations		75,135	65,724
Sundry commissions		17,290	10,706
Other		98,091	40,845
Total		643,288	562,752

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(a) Information technology fund maintained by Sicoob Confederation to which the credit unions made contributions.

17.5. Non-operating income (expenses)

	6/30/2020	6/30/2019
Non-operating income	42,831	28,549
Non-operating expenses	(31,644)	(26,384)
Provision for devaluation of assets not for own use	(50,479)	(15,375)
Amortization of goodwill - Cabal Brasil Ltda.	(1,289)	(983)
Total	(40,581)	(14,193)

Note 18 – Related-party transactions

18.1. Bancoob's Subsidiaries

The balances of Bancoob's subsidiaries were as follows:

	Bancoob DTVM		Bancoob PAR		Cabal		Consórcio Ponta	
	6/30/2020	12/31/2019	6/30/2020	12/31/2019	6/30/2020	12/31/2019	6/30/2020	12/31/2019
Assets	8	27	-	-	123	107	96	111
Receivables	8	27	-	-	123	107	96	111
Liabilities	5,198	2,164	536	558	88,972	77,015	83,379	74,826
Demand deposits	2	3	30	1	596	964	44	10
Time deposits	5,196	2,161	506	557	77,938	66,682	83,335	74,816
Payables	-	-	-	-	10,438	9,369	-	-
	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019
Expenses	121	142	9	79	49,471	37,443	1,341	2,176
Funding expenses	121	142	9	79	1,189	1,475	1,341	2,176
Administrative expenses	-	-	-	-	48,282	35,968	-	-
Revenue	-	-	-	-	7	7	833	508
Sundry income	-	-	-	-	7	7	833	508

18.2. Sicoob's credit unions

The balances of transactions carried out between central and individual credit unions, Bancoob, and Bancoob DTVM are presented below:

	6/30/2020	12/31/2019
Financial assets	98,801,526	78,271,671
Interbank onlendings and lending operations	11,326,070	10,826,686
Marketable securities	6,299,531	10,251,575
Short-term interbank investments	39,712,325	29,117,822
Financial centralization;	42,463,600	28,075,588
Other receivables	207,485	247,326
Other	158,490	195,331
Prepaid expenses - Credconsignado commission	48,995	51,995
Financial liabilities	88,829,082	66,270,813
Demand and savings deposits	597	1,585
Interbank deposits	37,673,798	25,970,169
Time deposits	3,231,433	7,591,451
Repurchase agreements - own portfolio	3,791,951	3,155,648
Financial centralization;	42,466,227	28,075,588
Borrowing and onlending obligations	1,665,077	1,476,372
Other payables	277,344	260,407
Other	277,344	260,407
	6/30/2020	6/30/2019
Revenue	2,543,125	3,429,923
Interbank onlendings and lending operations	346,816	366,399
Short-term interbank investments and marketable securities	750,568	1,202,361
Income from services rendered	213,848	236,008
Other operating income	1,231,893	1,625,155
Expenses	1,822,516	2,598,414
Funding	1,042,763	1,486,115
Other operating expenses	779,753	1,112,299

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18.3. Investment Funds

The balances of transactions carried out by individual and central credit unions and Bancoob with combined investment funds that are managed by Bancoob DTVM are presented below:

Funds	Note	6/30/2020			12/31/2019		6/30/2019
		Repurchase agreements	Demand deposits	Revenue	Repurchase agreements	Demand deposits	Revenue
Minascoop - Fixed-income investment fund - Private Credit		584	7	11	147	6	79
Bancoob Centralização - Fixed-income investment fund - Private Credit		1,705,396	7	20,998	700,704	8	20,628
Sicoob Unimais - Fixed-income investment fund - Private Credit	(a)	-	-	-	-	-	91
Sicoob Cocred - Fixed-income investment fund - Private Credit	(a)	-	-	-	-	-	123
Sicoob Previdenciário - Fixed-income investment fund - IMA-B		1,687	10	22	733	-	12
Sicoob Institucional - Fixed-income investment fund - Private Credit		3,990	6	714	8,414	12	692
Sicoob Ações FI	(b)	-	-	-	942	26	3
Sicoob Multi-market investment fund		11,005	11	137	429	1	2
Sicoob SP - Fixed-income investment fund - Private Credit	(c)	24,004	1	5	-	-	-
Total		1,746,666	42	21,887	711,369	53	21,630

The amounts above are included in the balances before eliminations.

(a) Funds closed in 2019. The revenues presented relate to amounts accrued by the fund up to the discontinuation date.

(b) Fund not consolidated, as Sicoob no longer retains any of its risks and benefits.

(c) Fund created in the first half of 2020.

18.4. Remuneration of key management

Key management personnel includes the directors and officers. The maximum aggregate compensation payable to the Board of Directors and Executive Board is established Annual Shareholders' Meeting. The compensation paid or payable to officers and directors for their services is shown below:

	6/30/2020	6/30/2019
Fees	202,515	190,477
Social charges	44,210	41,008
Benefits	14,324	16,445
Total	261,049	247,930

18.5. Transactions with Management

	Note	6/30/2020	12/31/2019
Lending operations	(a)	13,478	13,887
Deposits	(b)	2,414,011	2,185,506
Investments in LCA	(c)	317,305	288,634
Share capital	(d)	767,534	918,492
Total		3,612,648	3,094,023

(a) The provisions for loan losses amounted to R\$ 169 at June 30, 2020 (R\$ 350 at December 31, 2019).

(b) Include demand deposits, savings account deposits, and time deposits (RCDs). Time deposits are linked to DI floating rates and have no minimum investment period.

(c) Transactions with preponderantly floating rates linked to the DI with minimum investment period of 90 days, after which the amount can be redeemed.

(d) Balances of capital units paid in the credit unions. Rates and terms not applicable.

Note 19 – Other information

19.1. Management of third-party funds

Third-party funds managed by Bancoob DTVM at June 30, 2020 were as follows:

Management of third-party funds	6/30/2020	12/31/2019
Portfolio of marketable securities	25,900,250	20,254,026
Investment funds	6,487,260	5,727,430
Total	32,387,510	25,981,456

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The combined amount of the portfolio of securities managed by Bancoob DTVM comprises federal government and private securities, and totaled R\$ 24,207,010 at June 30, 2020 (R\$ 18,735,008 at December 31, 2019).

At June 30, 2020, the total resources of combined investment funds managed amounted to R\$ 3,595,743 (R\$ 3,154,167 at December 31, 2019).

The financial statements of the combined investment funds are audited annually by other auditors, for compliance with CVM's specific rules.

19.2. Agreements for offsetting payables against receivables with the same financial institution

As established by CMN Resolution 3,263/2005, Bancoob has investments in financial institutions that allow it to offset payables against receivables held with these institutions. The amounts receivable and payable are stated in the balance sheet in the line items related to products under assets and liabilities, respectively.

19.3. Insurance (unaudited)

The System's assets are insured against risks at amounts deemed sufficient by Management to cover potential losses, taking into consideration the nature of its activities.

19.4. Employee benefits - Private pension plan

The credit unions that comprise Sicoob are sponsors of the Sicoob Private Pension Foundation (Sicoob Previ). At June 30, 2020, the contribution to Sicoob Previ totaled R\$ 8,205 (R\$ 7,030 at June 30, 2019).

19.5. Apportionment of Sicoob Confederation expenses

The expenses incurred by Sicoob Confederation are apportioned among Sicoob's credit unions, in accordance with policy established in 2017. The following expenses are eligible for apportionment:

- (a) **Technology:** expenses with depreciation and amortization, personnel, data processing, outsourced personnel, communication, technical services, security and others; and
- (b) **Other areas:** expenses with depreciation and amortization, personnel, administrative expenses, rentals and condominium fees, communication, technical services, and others.

Expenses apportioned between the System's members totaled R\$ 161,917 in the period (R\$ 128,999 at June 30, 2019), as shown in Note 17.2.

19.6. Profit sharing

Sicoob offers profit sharing to its employees, which is calculated in accordance with the Collective Labor Agreement. Up to June 30, 2020, profit sharing totaling R\$ 63,587 (R\$ 49,892 at June 30, 2019) had been accrued.

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Note 20 – Operational limits – Basel Accord

In accordance with CMN Resolutions 4,192 and 4,193, both of 2013, financial institutions authorized to operate by Brazilian Central Bank must calculate and maintain reference equity (PR) consistent with the risks of its activities. Accordingly, each entity that comprises the System must comply with the provisions of these Resolutions.

Note 21 - Sicoob's centralized risk and capital management

21.1. Risk management

The integrated risk and capital management of Sicoob's credit unions is performed on a centralized basis by Sicoob Confederation, addressing, at least, the credit, market, liquidity, operational, environmental, operational, business continuity and capital management risks.

The institutional policy for the integrated risk and capital management, as well as the related guidelines, is approved by the Board of Directors of Sicoob Confederation.

This centralized risk and capital management framework is consistent with the nature of the operations and the complexity of the products and services offered, as well as proportional to the extent of the Sicoob's entities exposure to risks.

In compliance with CMN Resolution 4,557/2017, a report detailing the risk management and capital management frameworks is available on Sicoob's website (www.sicoob.com.br – not in audit scope).

21.1.1 Operational risk

The operational risk management process consists of a qualitative assessment of operational risks through stages that involve identification, evaluation, remediation, testing of control systems, communication and awareness.

The results obtained through this process are submitted to the Executive Board and the Board of Directors. For purposes of compliance with the New Basel Accord, the capital allocation methodology used to compute the portion of operational risk (RWA_{Opad}) is the Basic Indicator Approach (BIA).

21.1.2 Credit Risk

Credit risk is managed through the use of good practices that ensure adherence to standards, maximize the use of capital and minimize the risks involved in lending operations.

The centralized manager (Sicoob Confederation) is responsible for standardizing processes and methodologies for analysis of the risk posed by clients and transactions, for creating and maintaining a single policy for Sicoob's credit risk, and for monitoring the credit unions' loan portfolios.

21.1.3 Market and liquidity risks

Market risk management covers possible losses arising from fluctuations in the market values of financial instruments held by the credit unions, and includes the risk of variations in interest rates and stock prices for financial instruments classified in the trading portfolio, and the risk of variations in the exchange rate and commodity prices for financial instruments classified in the trading or banking portfolios.

Liquidity risk management covers possible risks of credit unions not being able to honor effectively obligations, whether expected or unexpected, current or non-current, including those arising from binding guarantees, without affecting its daily operations and incurring significant losses.

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The following procedures are used to manage credit unions' market and liquidity risk:

- (a) Use of Value at Risk (VaR) to measure the credit union's market risk;
- (b) Analysis of mismatches between Assets and Liabilities to assess the impact on the financial margin;
- (c) Definition of maximum limit of exposure to market risk;
- (d) Periodical backtesting of the VaR of the credit unions' portfolios and of the models used for calculating market risk;
- (e) Definition of minimum liquidity limit;
- (f) 90-day cash flow forecast;
- (g) Different scenarios simulating a loss in stress situations;

The mismatch risk between current assets and current liabilities, in the combined balance sheet, totaling R\$ 24.92 billion at June 30, 2020, is mitigated due to the following: i) 34.69% of non-current assets consist of highly liquid federal government securities; ii) 58.48% of the deposits is obtained through Credit Union Deposit Receipts (RDCs) from members of the credit unions; iii) tests conducted periodically show the stability/renewal of short-term liabilities.

21.1.4 Socio-environmental risk

Environmental risk management consists of the identification, classification, assessment and treatment of potential risks of loss arising from environmental damages.

21.2. Business continuity management

Business Continuity Management is a comprehensive process aimed to identify potential threats of business interruption faced by the organization, and the impacts that those threats, if realized, might cause.

The Impact Analysis (AIN) is performed by Sicoob Confederation to identify the system's critical processes and define strategies for the continuity of these processes, in order to protect the organization from prolonged interruptions that could threaten business continuity. This analysis is based on financial, legal, and reputation impacts.

Business Continuity Plans are prepared annually and include the key procedures to be performed to ensure the maintenance of activities in the event of contingencies. These Plans are classified into: Operational Continuity Plan (OCP), and Disaster Recovery Plan (DRP).

The effectiveness of the Business Continuity Plans is tested annually.

21.3. Capital management

Capital management at Bancoob and the credit unions is an ongoing forward-looking process to assess the capital requirements, considering the Sicoob's strategic goals for a minimum time horizon of three years.

The guidelines for ongoing monitoring and control of capital are included in Sicoob's Institutional Policy for Capital Management, to which all the Group's institutions have formally adhered.

The capital management process relies on a set of methodologies that enable the institutions to identify, assess and control major exposures, so as to maintain a capital level compatible with the risks incurred. Besides, a specific capital plan in place provides for capital targets and forecasts that consider the strategic goals, the main sources of capital and the contingency plan. Additionally, severe events and extreme market conditions are simulated, and the related results and impacts on the capital framework are submitted to the Executive Board and Board of Directors.

Notes to the combined financial statements

June 30, 2020

All amounts in thousands of reais, unless otherwise stated

Note 22 - Supplementary information

22.1. Measures to cope with the effects of the COVID-19 pandemic

In the first half of 2020, the world economy was adversely impacted by the spread of the disease caused by the novel coronavirus (COVID-19), which was elevated to a pandemic level by the World Health Organization (WHO).

Sicoob has implemented measures to manage operations and provide support for the employees, associates and communities, and monitors, on a permanent basis, the impacts of the pandemic that may affect its operations and results. In addition to the actions recommended by regulatory and governmental entities to promote the safety of individuals and organizations, Sicoob's Crisis Committee and Crisis Group have been set up as a response to the pandemic, to continuously monitor its effects and impacts on operations, and provide the System's institutions with guidance on strategic, operational, prudential, and business aspects, among others. Among the main actions taken, the following are highlighted:

- Creation of the Sicoob Crisis Committee to handle matters effectively, ensuring a uniform approach and timely dissemination of information both internally and externally.
- Assignment of priority to telework.
- Provision of ongoing guidance to employees, specifically addressing remote working, the conduction of operations, and services to credit union members.
- Holding of virtual General Shareholders' Meeting and support for the credit unions to hold virtual Extraordinary Shareholders' Meetings.
- Search for remote working tools.
- Suspension of all travels.
- Replacement of in-person meetings with video conferences.
- Enhanced cleaning of the environments and areas.
- Encouragement of the use of digital tools and channels for services over the Internet and cell phone.

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Bancoob's Management Bodies

Board of Directors

Miguel Ferreira de Oliveira – Chairman
Rui Schneider da Silva – Vice Chairman
Aifa Naomi Uehara de Paula
Bento Venturim
Clidenor Gomes Filho
Felipe Magalhães Bastos
Geraldo Souza Ribeiro Filho
Henrique Castilhano Vilares
Hudson Tabajara Camilli
Ivan Capra
Ivo Azevedo de Brito
José Evaldo Campos
Luiz Antônio Ferreira de Araujo
Luiz Gonzaga Viana Lage
Marcelo Baiocchi Carneiro
Wilson Geraldo Cavina

Executive Board

Marco Aurélio Borges de Almada Abreu – Chief Executive Officer
Antônio Cândido Vilaça Junior – Executive Officer
Ênio Meinen – Officer
Francisco Silvio Reposse Junior - Executive Officer
Marcos Vinicius Viana Borges – Executive Officer
Rubens Rodrigues Filho – Executive Officer

Accountant

Primo João Cracco
CRC-SP 149.703/O-2 S-DF